Form 3160-3 (July 1992)

## UNITED STATES DEPARTMENT OF THE INTERIOR

SUBMIT IN TRIPLICATE\*

#### FORM APPROVED

OMB NO. 1040-0136 Expires: February 28, 1995

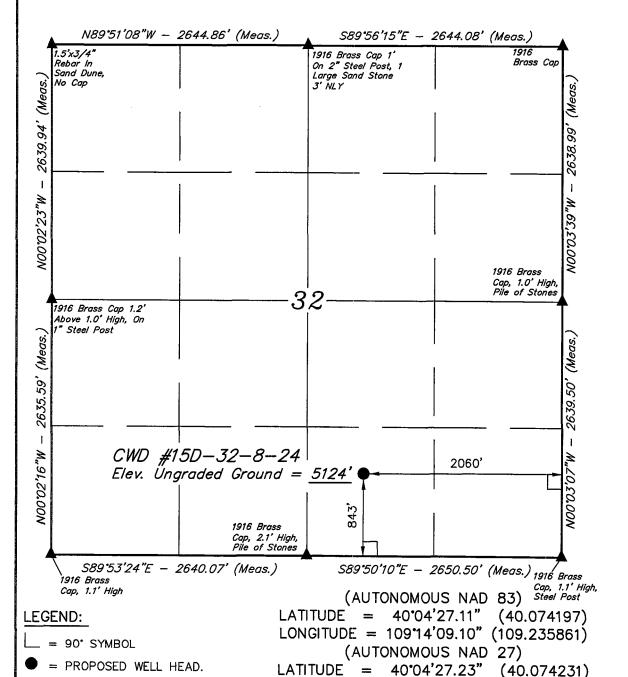
BUREAU OF LAND MANAG	UTIL				
	UTU-78029 6. IF INDIAN, ALLOTTEE OR TRIBE NAME				
APPLICATION FOR PERMIT	N				
TYPE OF WORK			7. UNIT AGREEMENT NAM	<del></del>	
DRILL 🗹	DEEPEN 🗆		BIG VALI		
TYPE OF WELL			8. FARM OR LEASE NAME		
			O. I AINS ON LEASE MAINE	e, Well NO.	
OIL WELL GAS WELL OTHER ZONE	MULTIPLE ZONE				
2. NAME OF OPERATOR	Contact: Jan Nel	son	9.API NUMBER: 1/0		
QUESTAR EXPLORATION & PRODUCTION CO.		jan.nelson@questar.com	9.AFI NUMBER: 43-64	17-39536	
3. ADDRESS	Telphone number		10. FIELD AND POOL, OR	<u> </u>	
1571 E. 1700 S. Vernal, Ut 84078		-781-4032 Fax 435-781-4045	UR <b>BE</b> S#	Valles	
4. LOCATION OF WELL (Report location clearly and in a	ccordance with an	nd State requirements*)	11. SEC.,T, R, M, OR BLK	& SURVEY OR AREA	
At Surface 650485 X 843' FSL 2060' FEL, \$	WSE, SECTION 32	2, T8S, R24E			
At proposed production zone 443 72694	40.074140	4 -109.235237	SEC. 32, T8S,	R24E SLB&M	
14. DISTANCE IN MILES FROM NEAREST TOWN OR PO	STOFFICE*		12. COUNTY OR PARISH	13. STATE	
37 +/- SOUTH OF VERNAL, UTAH			Uintah	UT	
15. DISTANCE FROM PROPOSED LOCATION TO NEARE	ST	16.NO.OF ACRES IN LEASE	17. NO. OF ACRES ASSIG	NED TO THIS WELL	
PROPERTY OR LEASE LINE, FT. (also to nearest drig,unit line if any)					
843' +/-		640.00	40	)	
18.DISTANCE FROM PROPOSED location to nearest well	l drilling	40 PROPOSED PERSON			
completed, applied for, on this lease, ft	i, diming,	19. PROPOSED DEPTH	20. BLM/BIA Bond No. on file ESB000024		
1099' +/-		13,090	20000024		
21. ELEVATIONS (Show whether DF, RT, GR, ect.)		22. DATE WORK WILL START	23. Estimated duration		
5122.5' GR	•	ASAP	35 days		
24. Attachments			- co dayo		
The following,completed in accordance with the requirm	ents of Onshore O	il and Gas Order No. 1, shall be a	ttached to this form:		
<ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan</li> <li>Bond to cover the operations unless covered by an exisiting bond on file (see</li> </ol>					
		Item 20 above).	•	•	
<ol> <li>A surface Use Plan (if location is on National Forest System La the SUPO shall be filed with the appropriate Forest Service Office</li> </ol>		5. Operator certification.			
the dor o shall be filed with the appropriate Forest Service Office	ce).	6. Such other site specific information a	and/or plans as may be required	by the	
		authorized officer.			
	<del></del>				
SIGNED HUST	Name (printed/type	ed) Jan Nelson	DATE 8	8/16/2007	
TITLE // D					
TITLE Regulatory Affairs		w <u>in the same of </u>	RECEIV	ED	
(This space for Federal or State office use)					
PERMIT NO43-047-34536 APPROVAL DATE AUG 17 2007					
pplication approval does not warrant or certify the applicant holds any legal or equitable title to CONDITIONS OF APPROVAL. IF ANY \( \hbegin{array}{c} \hbe	those rights in the subject lea	se which would entitle the applicant to conduct operation	ns thereon DIV. OF OIL, GAS 8	k MINING	
	BRAI	DLEY G. HILL			
PPROVED BY CONTROL OF THE PROVED BY		NMENTAL MANAGER	·	88-79-07	
			DATE	W 01 07	

\*See Instructions On Reverse Side

Title 18 U.S.C Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the

CONFIDENTIAL

## T8S, R24E, S.L.B.&M.



= SECTION CORNERS LOCATED.

LONGITUDE =  $109^{\circ}14'06.67"$  (109.235186)

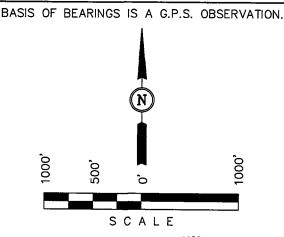
#### QUESTAR EXPLR. & PROD.

Well location, CWD #15D-32-8-24, located as shown in the SW 1/4 SE 1/4 of Section 32, T8S, R24E, S.L.B.&M., Uintah County, Utah.

#### BASIS OF ELEVATION

BENCH MARK 45EAM LOCATED IN THE NW 1/4 SW 1/4 OF SECTION 6, T9S, R24E, S.L.B.&M. TAKEN FROM THE BONANZA, QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5350 FEET.

#### BASIS OF BEARINGS



THIS IS TO CERTIFY THAT THE SOCIED WAS PREMADED FROM FIELD NOTES OF ACTUAL SURVIVOR MODELEY ME OR VICE MY SUPERVISION AND THAT THE SAME ARE TRUE ON CORRECT TO THE BEST OF MY KNOWLEDGE AND BELLET

#### UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078 (435) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: 05-01-07	DATE DRAWN: 05-03-07
B.H. C.G. L.K.	REFERENCES G.L.O. PLA	AT .
WEATHER	FILE	
WARM	QUESTAR EXP	LR. & PROD.

#### **Additional Operator Remarks**

Questar Exploration & Production Company proposes to drill a well to 13,090' to test the Dakota. If productive, casing will be run and the well completed. If dry, the well will be plugged and abandoned as per BLM and State of Utah requirements"

Please see Questar Exploration & Prodcution Company Standard Operating Practices dated October 18, 2005, for Mesa Verde Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and Undesignated fields on Townships 07, 08 and 09 South, Ranges 21 to 25 East.

Please see Onshore Order No. 1.

Please be advised that Questar Exploration & Production Company agrees to be responsible under the terms and conditions of the lease for the operations conducted upon the lease lands.

Bond coverage for this well is provided by Bond No.ESB000024. The principal is Questar Exploration & Production company via surety as consent as provided for the 43 CFR 3104.2.

#### DRILLING PROGRAM

## ONSHORE OIL & GAS ORDER NO. 1 Approval of Operations on Onshore Federal Oil and Gas Leases

All lease and/or unit operations will be conducted in such a manner that full compliance is made with applicable laws, regulations (43 CFR 3100), Onshore Oil and Gas No. 1, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished the field representative to insure compliance.

#### 1. Formation Tops

The estimated tops of important geologic markers are as follows:

<u>Formation</u>	<u>Depth</u>
Uinta	Surface
Green River	1,240'
Wasatch	4,150'
Mesaverde	5,630'
Sego	7,660'
Castlegate	7,810'
Mancos	8,440'
Dakota	12,540°
TD	13,090'

#### 2. Anticipated Depths of Oil Gas Water and Other Mineral Bearing Zones

The estimated depths at which the top and bottom of the anticipated water, oil, gas. Or other mineral bearing formations are expected to be encountered are as follows:

<b>Substance</b>	<b>Formation</b>	Depth
Gas	Wasatch	4,150
Gas	Mesaverde	5,630'
Gas	Mancos	8,440'
Gas	Dakota	12,540'

All fresh water and prospectively valuable minerals encountered during drilling, will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.

All water shows and water-bearing sands will be reported to the BLM in Vernal, Utah. Copies of State of Utah form OGC-8-X are acceptable. If flows are detected, samples will be submitted to the BLM along with any water analyses conducted. Fresh water will be obtained from Wonsits Valley water right # A36125 (which was filed on May 7, 1964,) or Red Wash water right # 49-2153 (which was filed on March 25, 1960). It was determined by the Fish and Wildlife Service that any water right number filed before1989 is not depleting to the Upper Colorado River System, to supply fresh water for drilling purposes.

#### **DRILLING PROGRAM**

All water resulting from drilling operations will be disposed of at Red Wash Central Battery Disposal Site; SWSE, Section 27, T7S, R23E or Wonsits Valley Disposal Site; SWNW, Section 12, T8S, R21E.

#### 3. Operator's Specification for Pressure Control Equipment:

- A. 3,000 or 5,000 psi double gate, and 3,000 or 5,000 psi annular BOP, depending on what the rig is equipped with, (schematic attached for both) to 8,600' or intermediate casing point. 10,000 psi double gate, 10,000 psi single gate, and 10,000 psi annular BOP (schematic attached) below intermediate casing point.
- B. Functional test daily
- C. All casing strings shall be pressure tested (0.22 psi/foot or 1500 psi, whichever is greater) prior to drilling the plug after cementing; test pressure shall not exceed the internal yield pressure of the casing.
- D. Ram type preventers and associated equipment shall be tested to approved stack working pressure if isolated by test plug or to 50 percent of internal yield pressure of casing whichever is less. BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No. 2 for equipment and testing requirements, procedures, etc..., for a 3M, 5M and 10M system and individual components shall be operable as designed.

#### 4. <u>Casing Design:</u>

Hole Size	Csg. Size	Top (MD)	Bottom (MD)	Wt.	Grade	Thread	Cond.
17-1/2""	14"	sfc	40'	Steel	Cond.	None	Used
12-1/4"	9-5/8"	sfc	2,200'	36.0	J-55	STC	New
8-3/4"	7"	sfc	8,600'	26.0	HCP-110	LTC	New
6-1/8"	4-1/2"	sfc	13,090'	13.5	P-110	LTC	New

Casing S	trengths:			Collapse	Burst	Tensile (minimum)
9-5/8"	36.0 lb.	J-55	STC	2,020 psi	3,520 psi	394,000 lb.
7"	26.0 lb.	HCP-110	LTC	7,800 psi	9,950 psi	693,000 lb.
4-1/2"	13.5 lb.	P-110	LTC	10,680 psi	12,410 psi	338,000 lb.

#### DRILLING PROGRAM

#### **MINIMUM DESIGN FACTORS:**

COLLAPSE: 1.125 BURST: 1.10 TENSION: 1.80

Area Fracture Gradient: 0.9 psi/foot Maximum anticipated mud weight: 13.4 ppg Maximum surface treating pressure: 8,500 psi

#### 5. Auxiliary Equipment

- A. Kelly Cock yes
- B. Float at the bit no
- C. Monitoring equipment on the mud system visually and/or PVT/Flow Show
- D. Full opening safety valve on the rig floor yes
- E. Rotating Head yes
  If drilling with air the following will be used:
- F. The blooie line shall be at least 6" in diameter and extend at least 100' from the well bore into the reserve/blooie pit.
- G. Blooie line ignition shall be provided by a continuous pilot (ignited when drilling below 500').
- H. Compressor shall be tied directly to the blooie line through a manifold.
- I. A mister with a continuous stream of water shall be installed near the end of the blooie lines for dust suppression.

Surface hole will be drilled with air, air/mist, foam, or mud depending on hole conditions. Drilling below surface casing will be with water based drilling fluids consisting primarily of fresh water, bentonite, lignite, caustic, lime, soda ash and polymers. No chromates will be used. It is not intended to use oil in the mud, however, in the event it is used, oil concentration will be less than 4% by volume. Maximum anticipated mud weight is 13.4 ppg.

No minimum quantity of weight material will be required to be kept on location.

PVT/Flow Show will be used from base of surface casing to TD.

Gas detector will be used from surface casing depth to TD.

#### DRILLING PROGRAM

#### 6. Testing, logging and coring program

- A. Cores none anticipated
- B. DST none anticipated
- C. Logging Mud logging 3000' to TD GR-SP-Induction, Neutron Density
- D. Formation and Completion Interval: Dakota, Mancos, Mesaverde, Wasatch intervals, final determination of completion will be made by analysis of logs.
   Stimulation Stimulation will be designed for the particular area of interest as encountered.

#### 7. Cementing Program

#### 20" Conductor:

Cement to surface with construction cement.

#### 9-5/8" Surface Casing: sfc - 2,200' (MD)

**Lead/Tail Slurry:** 0' - 2,200'. 760 sks (1375 cu ft) Rockies LT cement + 0.25 lb/sk Kwik Seal + 0.125 lb/sk Poly-E-Flake. Slurry wt: 13.5 ppg, Slurry yield: 1.81 ft<sup>3</sup>/sk, Slurry volume: 12-1/4" hole + 100% excess.

#### 7" Intermediate Casing: sfc - 8,600' (MD)

**Lead Slurry:** 0' – 4,000'. 195 sks (750 cu ft) Halliburton Hi-Fill cement + 0.125 lb/sk Poly-E-Flake. Slurry wt: 11.0 ppg, Slurry yield: 3.84 ft<sup>3</sup>/sk, Slurry volume: 8-3/4" hole + 25% excess in open hole section.

**Tail Slurry:** 4,000' – 8,600'. 700 sks (870 cu ft) 50/50 Poz Premium + 0.6% Halad (R)-322 fluid loss + 2.0% Microbond M expander + 5% salt + 0.125 lb/sk Poly-E-Flake. Slurry wt: 14.35 ppg, Slurry yield: 1.24 ft<sup>3</sup>/sk, Slurry volume: 8-3/4" hole + 25% excess.

#### 4-1/2" Production Casing: sfc - 13,090' (MD)

**Lead/Tail Slurry:**  $4,000^{\circ}$  -  $13,090^{\circ}$ . 835 sks (1295 cu ft) 50/50 Poz Premium cement + 20% SSA-1 + 3 lb/sk Silicalite Compacted + 0.5% Halad(R)-344 + 0.2% Halad(R)-413 + 0.2% HR-12 + 0.2% Super CBL + 0.2% Suspend HT. Slurry wt: 14.0 ppg, Slurry yield: 1.55 ft<sup>3</sup>/sk, Slurry volume: 6-1/8" hole + 20% excess in open hole section.

\*Final cement volumes to be calculated from caliper log with an attempt to be made to circulate cement to the surface on the intermediate string and 4,000' on the production string. A bond log will be run across the zone of interest and across zones as required by the authorized officer to insure protection of natural resources.

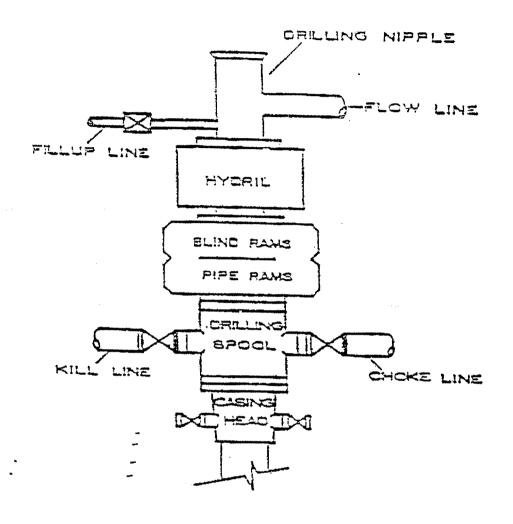
#### **DRILLING PROGRAM**

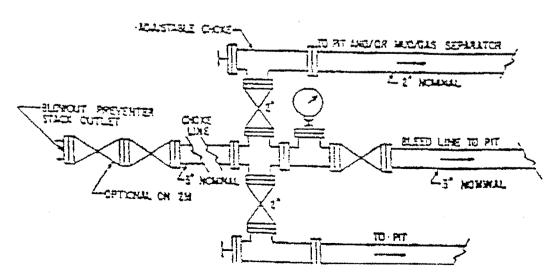
#### 8. Anticipated Abnormal Pressures and Temperatures, Other Potential Hazards

No abnormal temperatures or pressures are anticipated. No H2S has been encountered in or known to exist from previous wells drilled to similar depths in the general area. Maximum anticipated bottom hole pressure equals approximately 9,120 psi. Maximum anticipated bottom hole temperature is 250° F.

## DRILLING PROGRAM

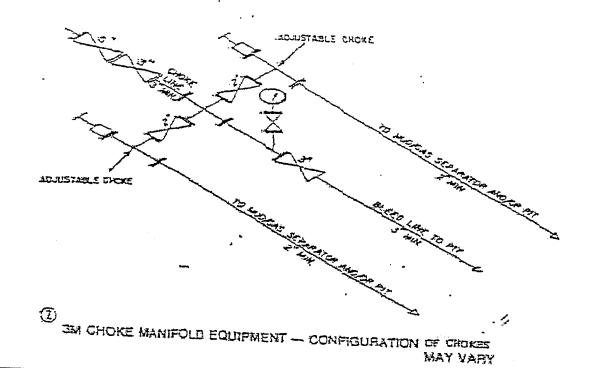
## SCHEMATIC DIAGRAM OF 3,000 PSI BOP STACK

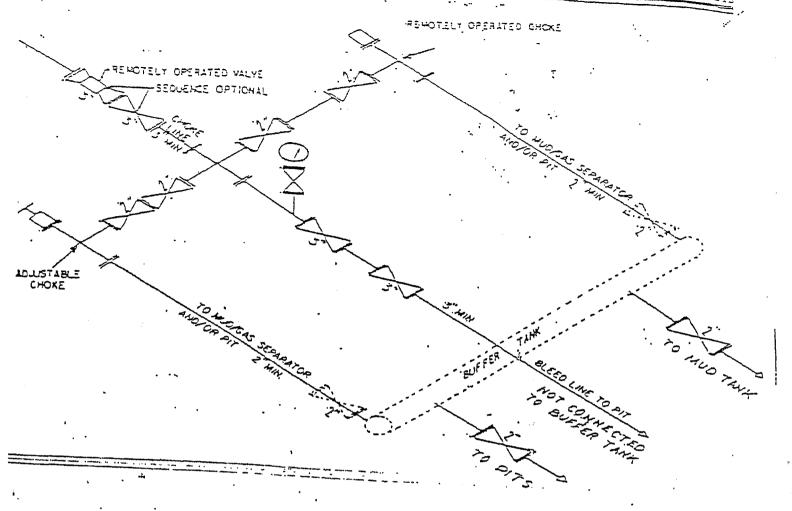




## EXHIBIT A CONTINUED.

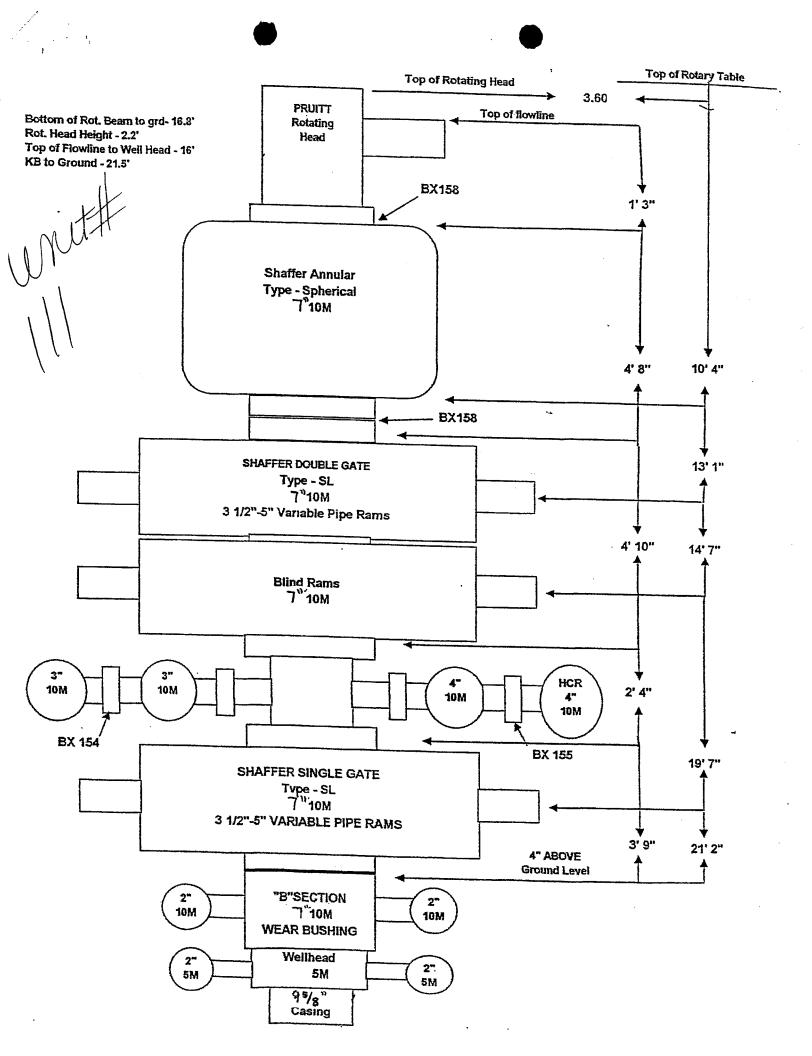
(6312 Federal Registe: / Vol. 53. No. 223 / Friday, November 18, 1988 / Rules and Regulations

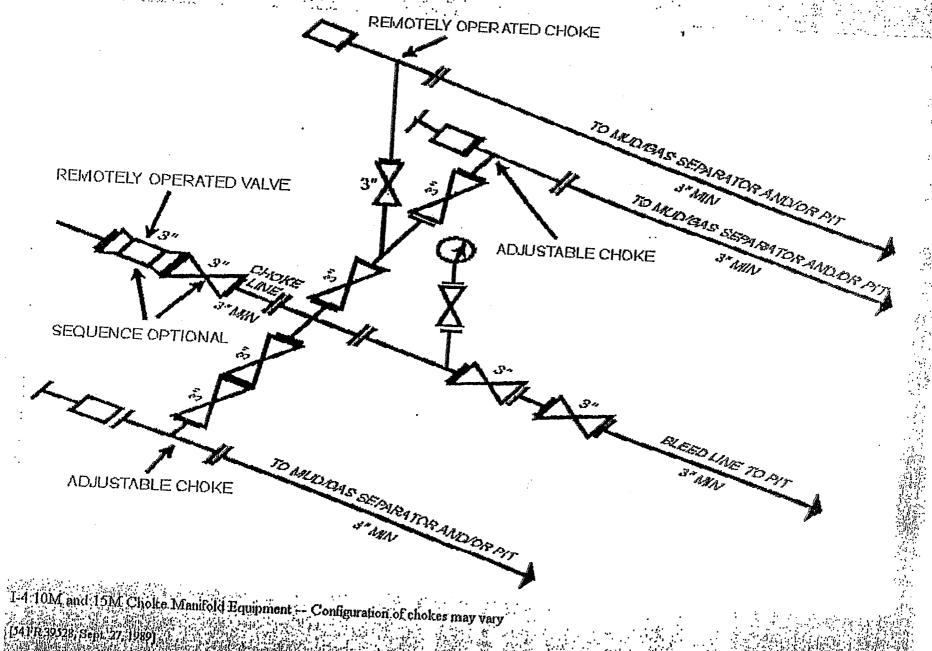




(2) 5M CHOKE MANIFOLD EQUIPMENT — CONFIGURATION OF CHOKES MAY VARY

[FR Doc. 88-25738 Filed 11-17-85; 5:45 am]





[J41/R 39528, Sept. 27, 1989]

#### QUESTAR EXPLORATION & PRODUCTION CO. CWD 15D-32-8-24 843' FSL 2060' FEL SWSE, SECTION 32, T8S, R24E **UINTAH COUNTY, UTAH LEASE # UTU-78029**

#### **ONSHORE ORDER NO. 1**

#### **MULTI - POINT SURFACE USE & OPERATIONS PLAN**

An onsite inspection was conducted for the CWD 15D-32-8-24 on May 17, 2007. Weather conditions were cool and breezy at the time of the onsite. In attendance at the inspection were the following individuals:

Paul Buhler

**Bureau of Land Management** 

Amy Torres

Bureau of Land Management

Jan Nelson

Questar Exploration & Production, Co.

#### **Existing Roads:**

The proposed well site is approximately 37 miles south of Vernal, Utah.

Refer to Topo Maps A and B for location of access roads within a 2 - mile radius.

There will be no improvements made to existing roads.

#### 2. **Planned Access Roads:**

Please see Questar Exploration & Production company Standard Operating Practices dated October 18, 2005, for Mesa Verde formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and Undesignated fields in Townships 07, 08 & 09 South, Ranges 21 to 25 East.

Refer to Topo Map B for the location of the proposed access road.

#### **Location of Existing Wells Within a 1 – Mile Radius:**

Please refer to Topo Map C.

#### **Location of Existing & Proposed Facilities:**

Please see Questar Exploration & Production company Standard Operating Practices dated October 18. 2005, for Mesa Verde formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River. Glen Bench, and Undesignated fields in Townships 07, 08 & 09 South, Ranges 21 to 25 East.

Refer to Topo Map D for the location of the proposed pipeline.

Pipeline will be 6" or smaller.

#### **Location and Type of Water Supply:**

Please see Questar Exploration & Production company Standard Operating Practices dated October 18, 2005, for Mesa Verde formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and Undesignated fields in Townships 07, 08 & 09 South, Ranges 21 to 25 East.

#### 6. Source of Construction Materials:

Please see Questar Exploration & Production company Standard Operating Practices dated October 18, 2005, for Mesa Verde formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and Undesignated fields in Townships 07, 08 & 09 South, Ranges 21 to 25 East.

#### 7. <u>Methods of Handling Waste Materials:</u>

Please see Questar Exploration & Production company Standard Operating Practices dated October 18, 2005, for Mesa Verde formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and Undesignated fields in Townships 07, 08 & 09 South, Ranges 21 to 25 East.

An enhanced evaporation system will be used for evaporating fluids from reserve pit after drilling and completion are completed for this well. The system will be monitored regularly to ensure that operation is being done in a safe and environmentally protective manner. The system will be controlled during daylight hours by our lease operators and the pump will only be operated when wind direction and velocity are favorable to eliminate over - spray on vegetation. The evaporation system is structured on a fifth wheel portable trailer that runs on diesel fuel only.

#### 8. Ancillary Facilities:

Please see Questar Exploration & Production company Standard Operating Practices dated October 18, 2005, for Mesa Verde formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and Undesignated fields in Townships 07, 08 & 09 South, Ranges 21 to 25 East.

#### 9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

A pit liner is required. A felt pit liner will be required if bedrock is encountered.

#### 10. Plans for Reclamation of the Surface:

Please see Questar Exploration & Production company Standard Operating Practices dated October 18, 2005, for Mesa Verde formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and Undesignated fields in Townships 07, 08 & 09 South, Ranges 21 to 25 East.

#### **Interim Reclamation**

Please see attached Interim Reclamation plan.

Once the well is put onto production, Questar Exploration & Production Company will reclaim as much of the well pad as possible that will allow for operations to continue in a safe and reasonable manner. Reseeding will be done in the spring and fall of each year to allow winter precipitation to aid in the success of reclaimation.

#### Seed Mix:

Interim Reclamation:
9 lbs. Hycrest Crested Wheat
3 lbs. Forage Kochia

Final Reclamation:

Seed Mix # 3

3 lbs. Shadescale, 3 lbs. Indian Rice Grass, 3 lbs. Needle & Threadgrass

4 lbs. Hycrest Crested Wheat

#### 11. Surface Ownership:

The well pad and access road are located on lands owned by:

Bureau of Land Management 170 South 500 East Vernal, Utah 84078

#### 12. Other Information

A Class III archaeological survey was conducted by Montgomery Archaeology Consultants. A copy of this report was submitted directly to the appropriate agencies by Montgomery Archaeology Consultants. Cultural resource clearance was recommended for this location.

A Class III paleontological survey was conducted by Intermountain Paleo Consulting. A copy of this report was submitted directly to the appropriate agencies by Stephen D. Sandau. The inspection resulted in the location of no fossil resources. However, if vertebrate fossil(s) are found during construction a paleoontologist should be immediately notified. Questar Exploration & Production Company will provide paleo monitor if needed.

No Drilling or construction will take place during the Pronghorn season May 10 thru June 20.

Construct pond 100 yards below location in drainage, maintain throughout the life of the well.

After pit is reclaimed, berm east side.

# QUESTAR EXPLORATION & PRODUCTION, CO. Request for Exception to Buried Pipeline For CWD 15D-32-8-24

QEP respectfully requests an exception to burying this pipeline. We understand the standard Condition of Approval (COA) that may be included in the approved Application for Permit to Drill (APD) is: "As a Best Management Practice (BMP), the pipeline would be buried within the identified construction width of an access corridor that contains the access road and pipelines. The construction width for the access corridor would increase from 30 feet, by an additional 20 feet, to a total of 50 feet. Exceptions to this BMP may be granted where laterally extensive, hard indurated bedrock, such as sandstone, is at or within 2 feet of the surface; and, soil types with a poor history of successful rehabilitation." QEP will install the pipeline within the access corridor and will avoid cross-country installation when possible. Our reason for requesting a surface line is based on the following justification:

#### Class IV VRM

- This area's designated Visual Resource Management is classified as Class IV. The Class IV objective is to provide for management activities that require major modification to the existing character of the landscape. The level of change to the landscape can be high. The management activities may dominate the view and may be the major focus of the viewer attention. However, every attempt should be made to minimize the impact of these activities through careful location, minimal disturbance, and repetition of the basic visual elements of form, line, color, and texture.
- QEP feels that surface pipe will comply with this classification more so than buried pipe due to the amount of surface disturbance that will be required to bury it. We believe surface installation within the access corridor will minimize the disturbance so that the pipeline does not dominate the view.

#### **Environmental and Safety Concerns**

- Buried pipe will greatly increase surface disturbance and habitat fragmentation. The soil in this area has a poor history of successful rehabilitation. Buried pipe will have an increased corrosion rate and would need to be dug up for repairs or replacement; the constant surface disturbance will not allow time for successful reclamation.
- Increasing surface disturbance will greatly increase noxious and invasive weed infestation.

- With the increased corrosion rate, buried pipe may have undetectable leaks that could go unnoticed for months. Small leaks may turn into large plumes of underground hazards because they are not easily monitored and not seen right away. An undetected leak also increases the potential for explosive incidents. Once detected, the surface will need to be disturbed, once again, to dig up the line and replace or repair it.
- Accidents associated with pipe breaks during construction activities could increase substantially as the number of buried lines increases.
- The additional surface disturbance will increase the risk of disturbing paleontological sites.

#### **Operational and Mechanical Concerns for Gas Lines**

- Cathodic protection will be required for buried pipe. Cathodic protection requires anode beds that must be maintained. This will add substantial costs in labor and material. Additional power lines will need to be installed to the anode beds. The additional costs for equipment and labor will be approximately \$50,000.00 per section.
- Pipeline markers need to be used with buried pipe. This will add costs in labor and material.
- Every tie in requires a valve. The average distance between valves is approximately ½ mile. Valves will have to be placed in "freeze boxes" or "valve boxes". Valve boxes will be considered confined space which increases the manpower needed to repair or replace valves. Every valve box will also require bright yellow guard rails.
- Additional equipment required for buried pipe can include blades/dozers, trenchers (cutting or blasting in hard rock), side booms, etc. which increases installation costs.
- Buried pipe must have fusion bonded epoxy (FBE) coating. FBE pipe will cost an additional \$2.00 per foot compared to bare pipe.
- This pipeline has the potential for being upgraded/upsized to a larger pipe diameter depending on production volumes. If upsizing is required, the pipe will need to be dug up which will cause additional surface disturbance and will not allow adequate time for successful reclamation.
- Surface lines are sometimes relocated to accommodate new locations; this is done in an effort to minimize the amount of pipe needed and the amount of surface disturbed. If this pipe is buried, this will no longer be an option.

#### Lessee's or Operator's Representative:

Jan Nelson Red Wash Rep. Questar Expl. & Prod. Co. 1571 E. 1700 S. Vernal, Utah 84078 (435) 781-4032

#### Certification:

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil & Gas Orders, the approved plan of operations, and any applicable Notice to Lessees.

Questar Exploration & Production Company will be fully responsible for the actions of their subcontractors.

A complete copy of the approved Application for Permit to Drill will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Questar Exploration & Production Company, it's contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

8/16/2007 Date

/ Jan Nelson Red Wash Representative

## QUESTAR EXPLR. & PROD.

CWD #15D-32-8-24

LOCATED IN UINTAH COUNTY, UTAH SECTION 32, T8S, R24E, S.L.B.&M.

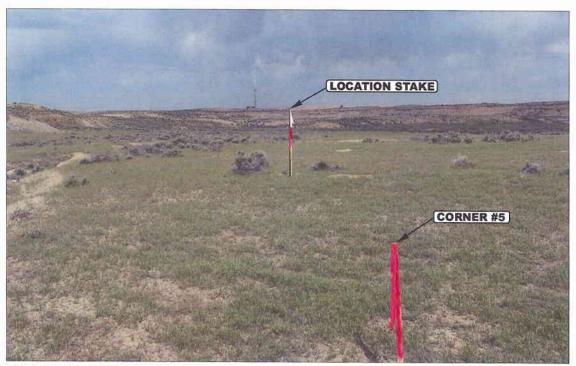


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHWESTERLY



PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: SOUTHEASTERLY



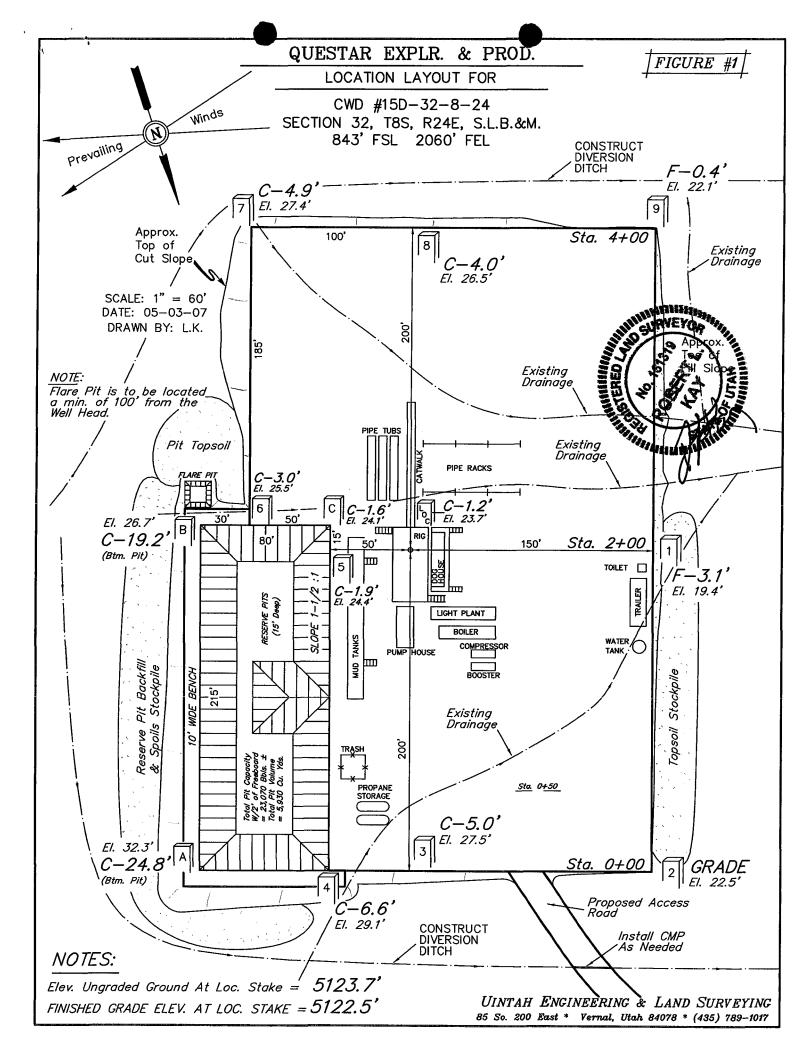
Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

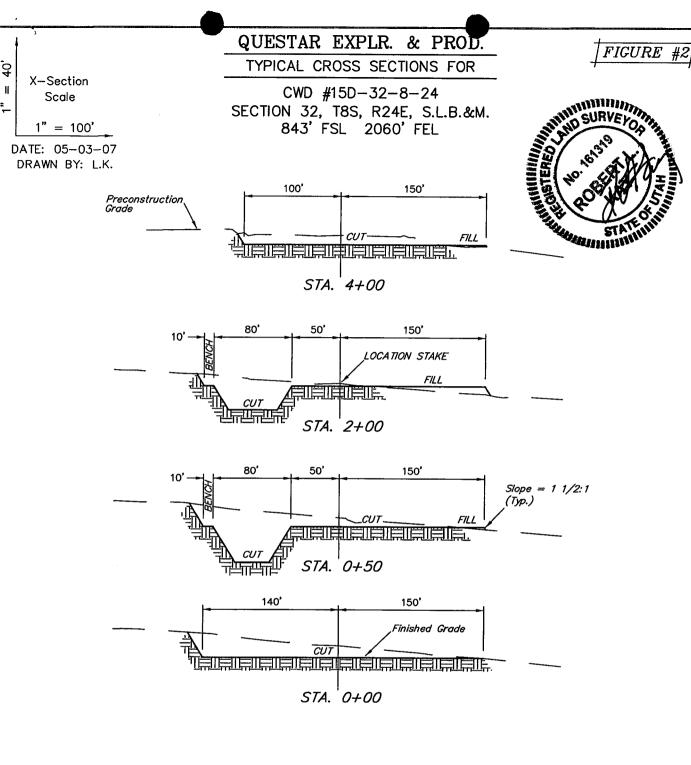
LOCATION PHOTOS

05 02 07 MONTH DAY YEAR

**РНОТО** 

TAKEN BY: B.H. | DRAWN BY: L.K. | REVISED: 00-00-00





#### APPROXIMATE ACREAGES

WELL SITE DISTURBANCE = ± 3.048 ACRES

ACCESS ROAD DISTURBANCE = ± 0.131 ACRES

PIPELINE DISTURBANCE = ± 0.129 ACRES

 $TOTAL = \pm 3.308 ACRES$ 

#### \* NOTE: FILL QUANTITY INCLUDES 5% FOR COMPACTION

#### APPROXIMATE YARDAGES

Topsoil should not be

Stripped Below Finished Grade on Substructure Area.

CUT

NOTE:

II

(6") Topsoil Stripping 2,480 Cu. Yds.

Remaining Location 14,280 Cu. Yds.

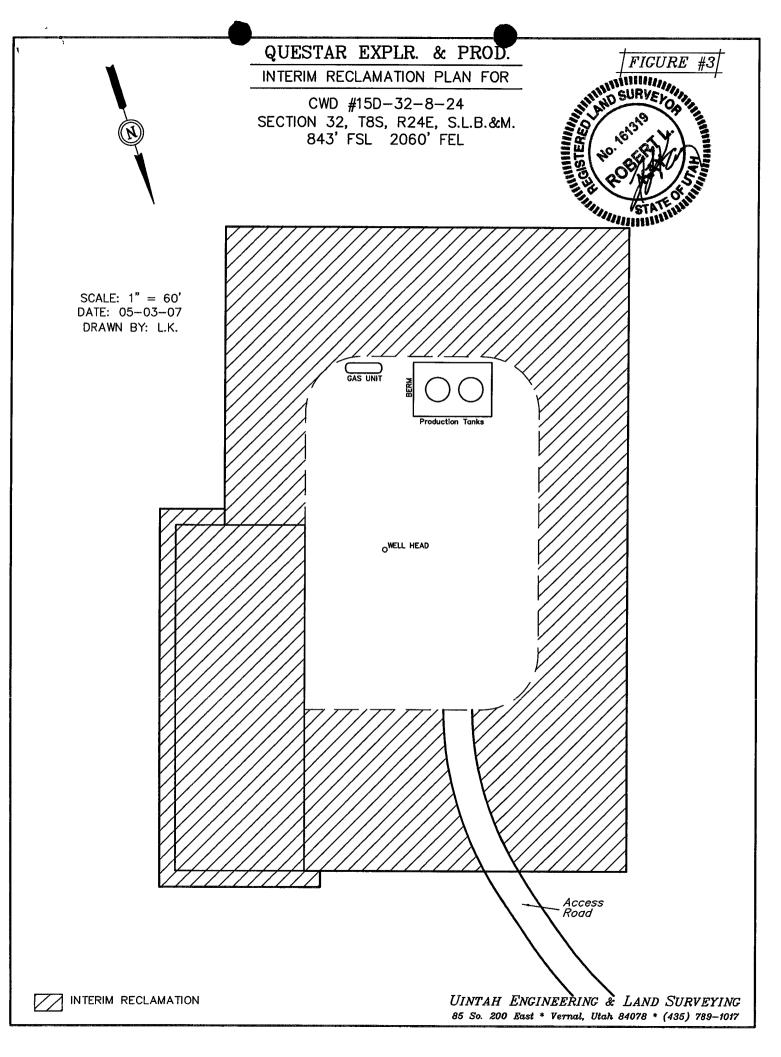
> TOTAL CUT 16,760 CU.YDS.

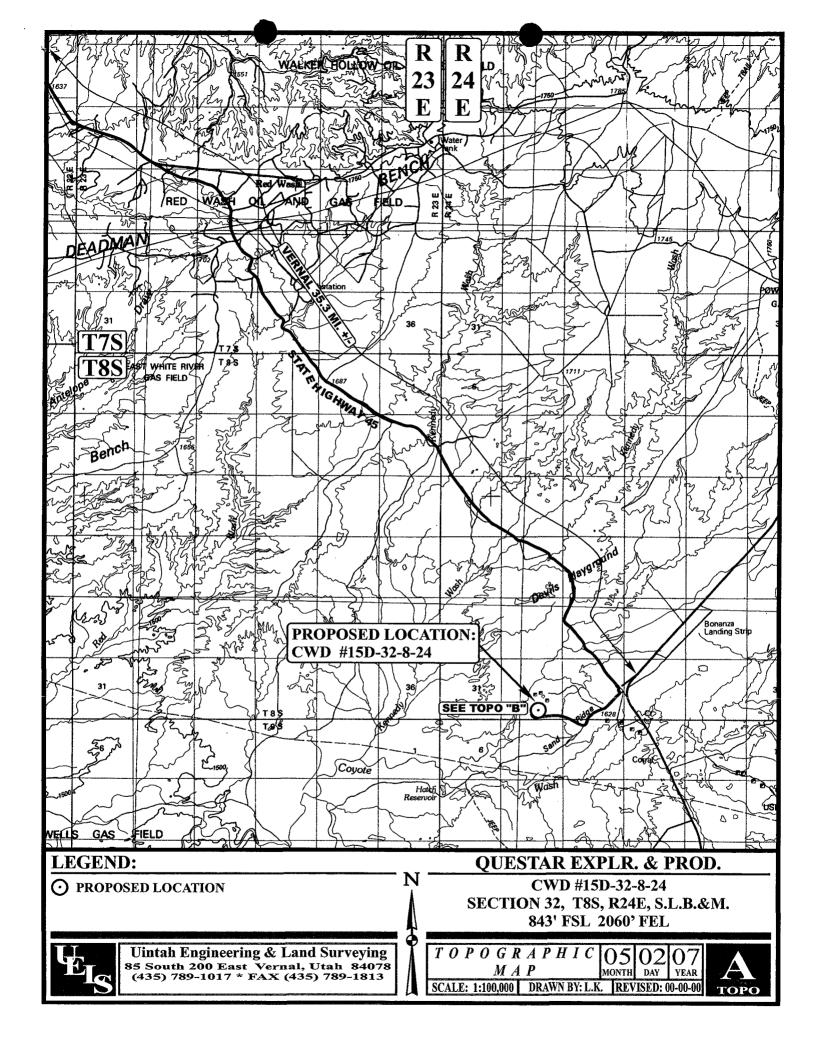
> **FILL** 3,310 CU.YDS.

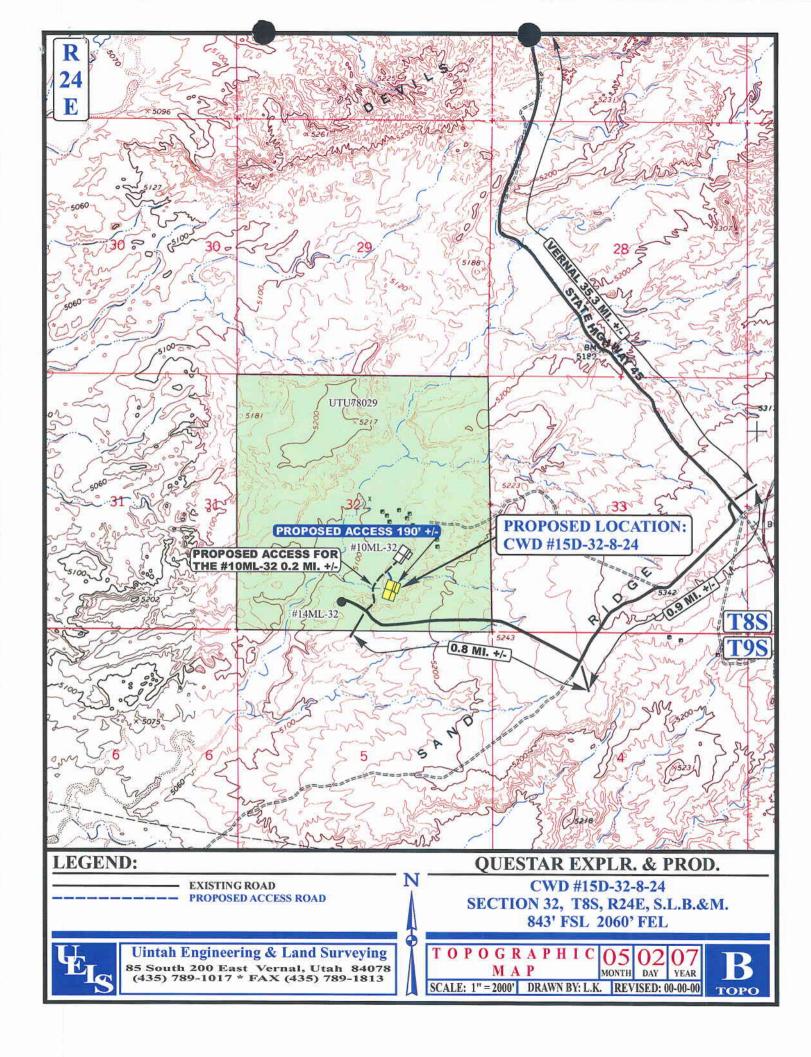
**EXCESS MATERIAL** = 13.450 Cu. Yds. Topsoil & Pit Backfill = 5,450 Cu. Yds. (1/2 Pit Vol.)

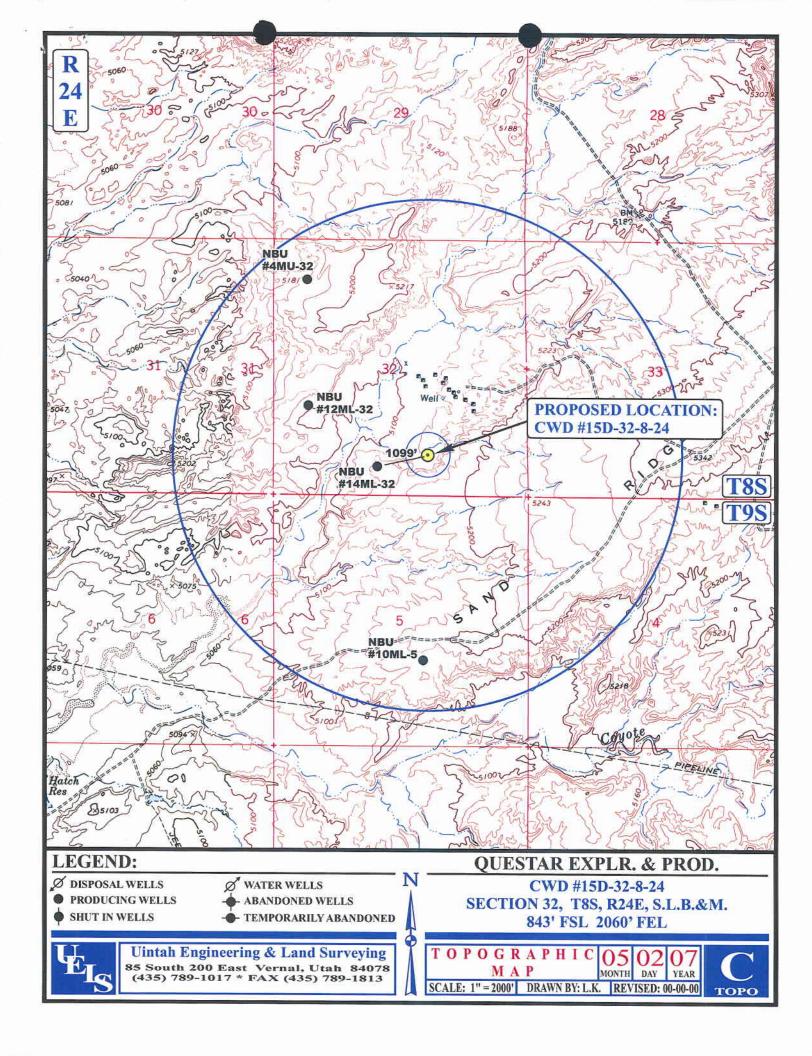
**EXCESS UNBALANCE** = 8,000 Cu. Yds. (After Interim Rehabilitation)

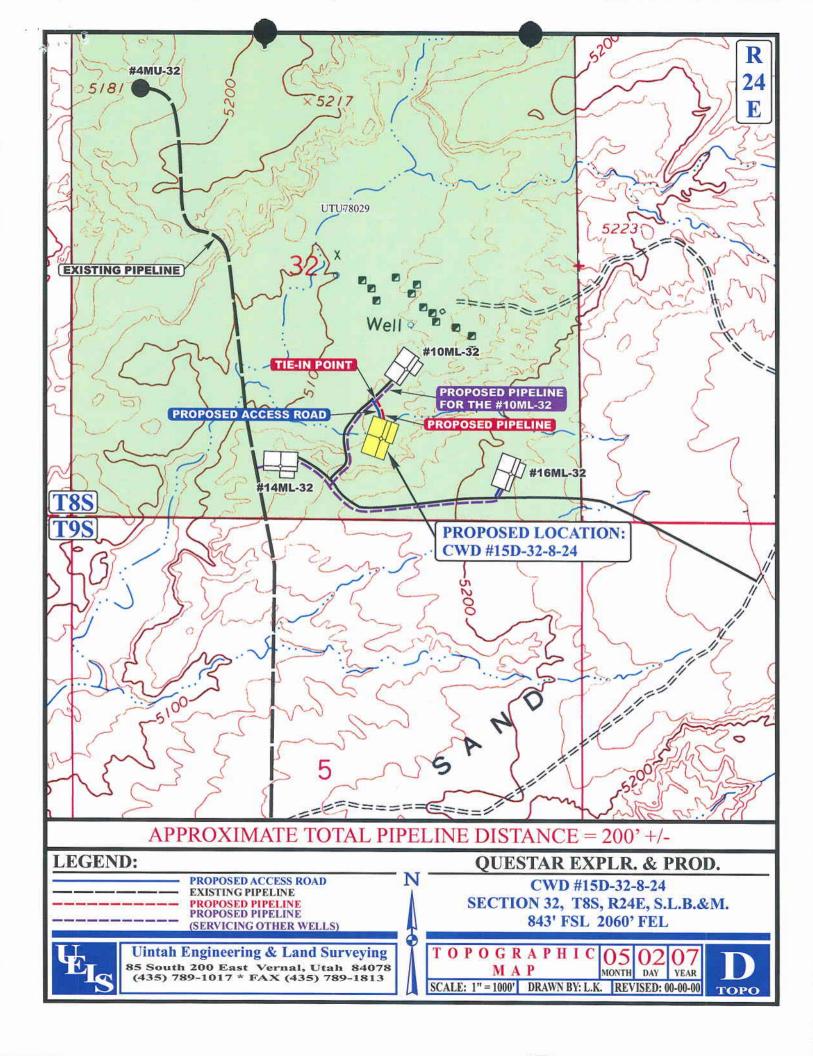
UINTAH ENGINEERING & LAND SURVEYING 85 So. 200 East \* Vernal, Utah 84078 \* (435) 789-1017



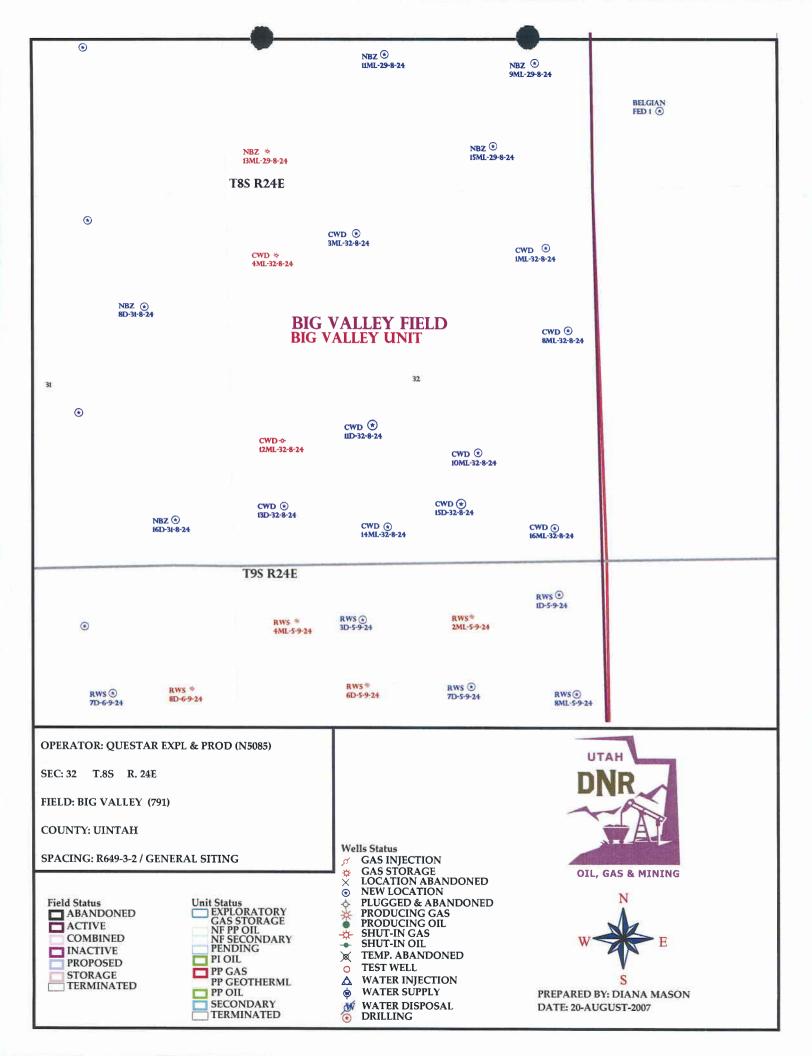








APD RECEIVED: 08/17/2007	API NO. ASSIGNED: 43-047-39536				
WELL NAME: CWD 15D-32-8-24  OPERATOR: QUESTAR EXPLORATION & ( N5085 )  CONTACT: JAN NELSON	PHONE NUMBER: 435-781-4032				
PROPOSED LOCATION:	INSPECT LOCATN BY: / /				
SWSE 32 080S 240E SURFACE: 0843 FSL 2060 FEL	Tech Review Initials Date				
BOTTOM: 0843 FSL 2060 FEL	Engineering				
COUNTY: UINTAH LATITUDE: 40.07414 LONGITUDE: -109.2352	Geology				
UTM SURF EASTINGS: 650485 NORTHINGS: 443726	9 Surface				
LEASE TYPE: 1 - Federal  LEASE NUMBER: UTU-78029  SURFACE OWNER: 1 - Federal	PROPOSED FORMATION: DKTA COALBED METHANE WELL? NO				
RECEIVED AND/OR REVIEWED:	LOCATION AND SITING:				
## Plat    Sond: Fed[1] Ind[] Sta[] Fee[]   (No. ESB000024	R649-2-3.  Unit: BIG VALLEY  R649-3-2. General				
STIPULATIONS:  1- Cole of Approx  2- Spacing Stip					





### **United States Department of the Interior**

# BUREAU OF LAND MANAGEMENT Utah State Office P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

August 29, 2007

Memorandum

To:

Assistant District Manager Minerals, Vernal District

From:

Michael Coulthard, Petroleum Engineer

Subject:

2007 Plan of Development Big Valley Unit, Uintah County,

Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2007 within the Big Valley, Uintah County, Utah.

API#

WELL NAME

LOCATION

(Proposed PZ Dakota)

43-047-39535 CWD 11D-32-8-24 Sec 32 T08S R24E 1977 FSL 1980 FWL 43-047-39536 CWD 15D-32-8-24 Sec 32 T08S R24E 0843 FSL 2060 FEL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc:

File – Big Valley Unit

Division of Oil Gas and Mining

Central Files Agr. Sec. Chron Fluid Chron

MCoulthard:mc:8-29-07





MICHAEL R. STYLER Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA Division Director

August 29, 2007

Questar Exploration & Production Company 1571 E 1700 S Vernal, UT 84078

Re:

CWD 15D-32-8-24 Well, 843' FSL, 2060' FEL, SW SE, Sec. 32, T. 8 South, R. 24 East,

Uintah County, Utah

#### Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-39536.

Sincerely.

Associate Director

pab Enclosures

cc:

**Uintah County Assessor** 

Bureau of Land Management, Vernal Office



Operator:	Questar Exploration & Production Company		
Well Name & Number	CWD 15D-32-8-24		
API Number:	43-047-39536		
Lease:	UTU-78029		
Location: SW SE	Sec. 32 T. 8 South R. 24 East		

#### **Conditions of Approval**

#### 1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

#### 2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

#### 3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

Form 3160-3

#### **UNITED STATES DEPARTMENT OF THE INTERIOR**

FORM APPROVED

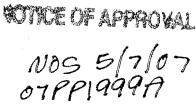
OMB NO. 1040-0136 Expires: February 28, 1995

**BUREAU OF LAND MANAGEMENT** 

2007 AUG 16 PM 3: 38 5. LEASE DESIGNATION AND SERIAL NO.

			6. IF INDIAN, ALLOTTEE	OR TRIBE NAME
APPLICATION FOR PERMIT	N/A			
TYPE OF WORK			7. UNIT AGREEMENT NAME	
DRILL   DEEPEN		BIG VALLEY UNIT		
TYPE OF WELL	_		8. FARM OR LEASE NAM	E, WELL NO.
	MULTIPLE			
OIL WELL GAS WELL OTHER ZONE	ZONE		CWD 151	D-32-8-24
2. NAME OF OPERATOR	Contact: Jan Nels	son	9.API NUMBER:	maco:
QUESTAR EXPLORATION & PRODUCTION CO.	E-Mail: j	an.nelson@questar.com	43 041	31336
3. ADDRESS	Telphone number		10. FIELD AND POOL, OR WILDCAT	
1571 E. 1700 S. Vernal, Ut 84078	<del></del>	781-4032 Fax 435-781-4045	UNDESI	GNATED
4. LOCATION OF WELL (Report location clearly and in a		• •	11. SEC.,T, R, M, OR BLK	& SURVEY OR AREA
At Surface 843' FSL 2060' FEL, S	SWSE, SECTION 32	2, T8S, R24E	4.	
At proposed production zone		<del></del>	SEC. 32, T8S,	T
14. DISTANCE IN MILES FROM NEAREST TOWN OR PO 37 +/- SOUTH OF VERNAL, UTAH	STOFFICE*		1	13. STATE
15. DISTANCE FROM PROPOSED LOCATION TO NEAR	EQT	16.NO.OF ACRES IN LEASE	Uintah 17. NO. OF ACRES ASSIG	NED TO THIS WELL
PROPERTY OR LEASE LINE, FT.	231			
(also to nearest drig,unit line if any)		640.00	4	0
843' +/-				
18.DISTANCE FROM PROPOSED location to nearest we	ll, drilling,	19. PROPOSED DEPTH	20. BLM/BIA Bond No. on	file
completed, applied for, on this lease, ft		13,090	ESB000024	
1099' +/-				
21. ELEVATIONS (Show whether DF, RT, GR, ect.)		22. DATE WORK WILL START	23. Estimated duration	
5122.5' GR ASAP		35 days	<del></del>	
24. Attachments				
The following,completed in accordance with the requirm	ents of Onshore C			
Well plat certified by a registered surveyor.     A Drilling Plan		<ol><li>Bond to cover the operations unless Item 20 above).</li></ol>	covered by an exisiting bond o	n file (see
3. A surface Use Plan ( if location is on National Forest System Lands, 5. Operator certification.				
the SUPO shall be filed with the appropriate Forest Service Office).  6. Such other site specific information and/or plans as may be required by the				d by the
		authorized officer.	androi pians as may be require	d by the
$\bigcirc$		dadioned officer.		
SIGNED JUNG HUISM	Name (printed/typ	ed) Jan Nelson	DATE	8/16/2007
			DECENTE	
TITLE Regulatory Affairs			RECEIVED	
(This space for Federal or State office use)			MAR 1 0 2008	
PERMIT NOAPPROVAL DATE				
Application approval does not warrant or certify the applicant holds any legal or equitable title	to those rights in the subject lea	se which would entitle the applicant to conduct operation	ons thereon	ı.
CONDITIONS OF APPROVAL, IF ANY:	Accie	tant Field Manager		
ADDROUVED BY		& Mineral Resources		2-1 3-6
			J-6-2068	
	*See Instru	ictions On Reverse Side		

Title 18 U.S.C Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the







#### UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE**

**VERNAL, UT 84078** 

(435) 781-4400



#### CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Questar Exploration & Production Co.

170 South 500 East

Location: Lease No: SWSE, Sec 32, T8S, R24E

Well No: API No:

CWD 15D-32-8-24 43-047-39536

UTU-78029 Agreement: Big Valley Unit

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	James Ashley	(435) 781-4470	(435) 828-7874
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
NRS/Enviro Scientist:	Karl Wright	(435) 781-4484	(435) 828-7381
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	
NRS/Enviro Scientist:		(435) 781-4476	
NRS/Enviro Scientist:	Chuck MacDonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Michael Cutler	(435) 781-3401	(435) 828-3546
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Darren Williams	(435) 781-4447	
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545
		Fax: (435) 781-3420	

#### A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

#### **NOTIFICATION REQUIREMENTS**

Location Construction (Notify NRS/Enviro Scientist)	-	Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion	-	Prior to moving on the drilling rig.
(Notify NRS/Enviro Scientist)		
Spud Notice	-	Twenty-Four (24) hours prior to spudding the well.
(Notify Petroleum Engineer)		
Casing String & Cementing	-	Twenty-Four (24) hours prior to running casing and
(Notify Supervisory Petroleum Technician)		cementing all casing strings
BOP & Related Equipment Tests	-	Twenty-Four (24) hours prior to initiating pressure tests
(Notify Supervisory Petroleum Technician)		
First Production Notice	-	Within Five (5) business days after new well begins or
(Notify Petroleum Engineer)		production resumes after well has been off production for
		more than ninety (90) days

Page 2 of 7 Well: CWD 15D-32-8-24 2/19/2008

## SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

#### Surface COAs:

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop
  work and contact the Authorized Officer (AO). A determination will be made by the AO as to what
  mitigation may be necessary for the discovered paleontologic material before construction can
  continue.

#### **Additional Stipulations:**

• Conditions for Approval are in the APD or SOP.

Page 3 of 7 Well: CWD 15D-32-8-24 2/19/2008

#### DOWNHOLE CONDITIONS OF APPROVAL

#### SITE SPECIFIC DOWNHOLE CONDITIONS OF APPROVAL

- The operator is required to use '10,000' psi annular preventer for the specified BOP 10M system.
- Operator APD proposal is to utilize two (2) different pressure rated BOP's to drill subject well.
   Operator is required to notify BLM prior to the installation of the differently pressure rated bops on both surface and intermediate casing. In the notification, operator should include information on the bop pressure rating.
- Oil shall not be used in the water based mud system without prior approval. Written request for approval shall be required.
- Intermediate casing 7" cement shall be brought up and into the surface casing shoe. The minimum cement top is 300 ft above the surface casing shoe.
- Production casing cement shall be brought up and into the intermediate casing shoe 7". The minimum cement top is 300 ft above the intermediate casing shoe.
- Covering air/gas drilling operations, requirements will be adhered to covering air/gas drilling operations as described in Onshore Order #2 III. E. 1. Drilling Operations, Special Drilling Operations, air/gas drilling.
- A Gamma Ray well Log shall be run from the well Total Depth to the surface.
  - o A copy of the Gamma Ray well Log shall be submitted to the BLM Vernal Field Office.
- A casing shoe integrity test shall be performed before drilling more than twenty feet below the casing shoe on the intermediate casing.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

#### DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be reported in the driller's log.

Page 4 of 7 Well: CWD 15D-32-8-24 2/19/2008

- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is
  encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM
  Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- Chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a
  weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is
  completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT\_VN\_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 5 of 7 Well: CWD 15D-32-8-24 2/19/2008

### **OPERATING REQUIREMENT REMINDERS:**

 All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
  notified when it is placed in a producing status. Such notification will be by written
  communication and must be received in this office by not later than the fifth business day
  following the date on which the well is placed on production. The notification shall provide, as a
  minimum, the following informational items:
  - o Operator name, address, and telephone number.
  - o Well name and number.
  - Well location (¼¼, Sec., Twn, Rng, and P.M.).
  - Date well was placed in a producing status (date of first production for which royalty will be paid).
  - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
  - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
  - o Unit agreement and/or participating area name and number, if applicable.
  - Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will
  be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be
  reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major
  Events" will be reported in writing within 15 days. "Minor Events" will be reported on the
  Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or

Page 6 of 7 Well: CWD 15D-32-8-24 2/19/2008

data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field
  Office Petroleum Engineers will be provided with a date and time for the initial meter calibration
  and all future meter proving schedules. A copy of the meter calibration reports shall be
  submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API
  standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All
  measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted
  to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs
  first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be
  adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively
  sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
  equipment shall be removed from a well to be placed in a suspended status without prior
  approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
  days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
  before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

### **STATE OF UTAH**

D

(5/2000)

DEPARTMENT OF NATURAL RESOURCES	
DEPARTMENT OF NATURAL RESOURCES CONFIDENTI	ΔΙ
	ПI

<ol><li>LEASE DESIGNATION AND SERIAL NUMBER:</li></ol>
UTU-78029

	SUNDRY	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:					
Do	not use this form for proposals to drill no	ew wells, significantly deepen existing wells below terals. Use APPLICATION FOR PERMIT TO DR	w current bottom-hole dep	th, reenter plugged wells, or to	7. UNIT OF CA AGREEMENT NAME: BIG VALLEY UNIT #UTU-81308X		
1. T	YPE OF WELL OIL WELL	8. WELL NAME and NUMBER:					
2. N	IAME OF OPERATOR:	CWD 15D-32-8-24  9. API NUMBER:					
	UESTAR EXPLORATION  ADDRESS OF OPERATOR:	4304739536  10. FIELD AND POOL, OR WILDCAT:					
		VERNAL STATE UT	ZIP 84078	PHONE NUMBER: (435) 781-4331	BIG VALLEY		
	OCATION OF WELL OOTAGES AT SURFACE: 843' F	SI 2060/ EEI			ASSUME LINETALL		
۲	OOTAGES AT SURFACE: 043 F	SL 2000 FEL			COUNTY: <b>UINTAH</b>		
C	RTR/QTR, SECTION, TOWNSHIP, RANG	GE, MERIDIAN: SWSE 32 8S	24E		STATE: UTAH		
11.	CHECK APPR	ROPRIATE BOXES TO INDIC	ATE NATURE	OF NOTICE, REPO	RT, OR OTHER DATA		
	TYPE OF SUBMISSION		T	YPE OF ACTION			
<b>✓</b>	NOTICE OF INTENT	ACIDIZE	DEEPEN		REPERFORATE CURRENT FORMATION		
	(Submit in Duplicate)  Approximate date work will start:	ALTER CASING	FRACTURE		SIDETRACK TO REPAIR WELL		
	Approximate date work will start.	CASING REPAIR	☐ NEW CONS		TEMPORARILY ABANDON		
		CHANGE TO PREVIOUS PLANS  CHANGE TUBING	OPERATOR PLUG AND		U TUBING REPAIR  VENT OR FLARE		
	SUBSEQUENT REPORT	CHANGE WELL NAME	PLUG BACK		WATER DISPOSAL		
_	(Submit Original Form Only)	CHANGE WELL STATUS		ON (START/RESUME)	WATER SHUT-OFF		
	Date of work completion:	COMMINGLE PRODUCING FORMATIO		ION OF WELL SITE	✓ OTHER: APD EXTENSION		
		CONVERT WELL TYPE		TE - DIFFERENT FORMATION	<u> </u>		
	Approved by the Utah Division of Oil, Gas and Mining  Date:  By:  Regulatory Affairs						
	NATURE AND SAIT NEISON	Milon	TITL	8/12/2008			
This :	space for State use only)				RECEIVED		
	COPY SE	ENT TO OPERATOR			AUG 1 3 2008		
	Date:						
5/200			Instructions on Reverse S	iide)	DIV. OF OIL, GAS & MINING		

## Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

	43-047-39536					
	CWD 15D-32-8-24	SWSE SEC. 32, T8S, R24E				
		Questar Exploration & Produ	uction Co			
	Permit Issued:		action Co.			
above, hereby	verifies that the i	n legal rights to drill on th information as submitted mains valid and does no	I in the previously			
Following is a overified.	checklist of some	e items related to the app	olication, which should be			
•	rivate land, has tl en updated? Yes	he ownership changed, i □No☑	f so, has the surface			
•		the vicinity of the propose nts for this location? Yes	ed well which would affect □ No ☑			
	•	er agreements put in plac proposed well? Yes⊡ No				
	•	to the access route inclu proposed location? Yes	ding ownership, or right- ∃No ☑			
Has the approv	ved source of wa	ter for drilling changed?	Yes□No☑			
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑						
Is bonding still	in place, which o	covers this proposed wel	l? Yes ☑ No □			
Lany	115n		8/12/2008			
Signature			Date			
Title: Regulator	y Affairs					
Representing:	Questar Exploratio	on & Production Company				

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Form 3160-5 · (August 2007)

### **UNITED STATES** DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

**SUNDRY NOTICES AND REPORTS ON WELLS** 

Expires: July 31, 2010
OMB No. 1004-0137
FORM APPROVED

5. Lease Serial No.

UTU-78029

Do not use this form for proposals to drill or to re-enter an

6. If Indian, Allottee or Tribe Name

abandoned well.	Use Form 3160-3 (A	PD) for suc	ch proposa	ls.		N/A	
SUBMIT	IN TRIPLICATE - Other	instructions or	n page 2.	<del></del>	7. If Unit of CA/Ag		
1. Type of Well					L	BIG VALLEY UN	11 <del></del>
Oil Well Gas W	<del></del>				8. Well Name and N	<sup>∖o.</sup> CWD 15D-32-8-2	24
2. Name of Operator QUESTAR EXPLORATION & PROD	DUCTION CO.	CONTACT: I	_aura Bills		9. API Well No.	43-047-39536	
3a. Address 11002 EAST 17500 SOUTH, VERNAL, UTAH	84078	3b. Phone No.	(include area co	de)	10. Field and Pool of		
		(435) 781-43	01			JNDESIGNATED	) 
4. Location of Well (Footage, Sec., T., I	R., M., or Survey Description, EL, SWSE, SECTION 32, T8S,				11. Country or Paris	in, State IINTAH, UTAH	
<del></del>	K THE APPROPRIATE BO		ICATE MATUR	E OF NOTE			
TYPE OF SUBMISSION	THE APPROPRIATE BO	X(ES) IO IND		PE OF ACT	<del></del>	HER DATA	
TITE OF SODWISSION	Acidize		<del></del>			☐ Water S	U Off
✓ Notice of Intent	Alter Casing	Deepe	en are Treat	_	luction (Start/Resume) lamation	Water S	
	Casing Repair	=	Construction	=	omplete		REQUEST FOR
Subsequent Report	Change Plans	_	and Abandon		porarily Abandon		APD EXTENSION
Final Abandonment Notice	Convert to Injection	Plug I		☐ Wat	er Disposal		
Questar Exploration & Production Co			or the CW			2009 MRY 12 PM 12 05 BUREAU OF TAND MIGHT	VERNAL FIELD OFFICE
14. I hereby certify that the foregoing is tr			<del></del>				ECEIVED
Laura Bills	·	<b></b> ,	Title Associa	te Regulato	ory Affairs Analyst		
	$n \sim n$		Title Addoda	- Togulate	ory / mairs / maryst		UL 1 5 2009
Signature XIIIIA	Bills		Date 05/11/2	009		DIV. OF	OIL, GAS & MINING
	THIS SPACE	FOR FEDE	RAL OR ST	ATE OF	FICE USE		
Approved by			Petrol	eum	Engineer	Date	1 2009
Conditions of approval, if any contracted that the applicant holds legal or equitable to entitle the applicant to conduct operations to	tle to those rights in the subjec	not warrant or co	ertify		*d	Date 30%	Aller and an
Title 18 U.S.C. Section 1001 and Title 43 U	J.S.C. Section 1212, make it a	crime for any pe	rson knowingly a	nd willfully	to make to any departm	ent or agency of th	e United States any false

# Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

API: 43-047-39536  Well Name: CWD 15D-32-8-24  Location: 843' FSL 2060' FEL, SWSE, SEC. 32, T8S, R2  Company Permit Issued to: Questar Exploration & Pro Date Original Permit Issued: 3/6/2008							
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.							
Following is a checklist of some items related to the a verified.	pplication, which should be						
f located on private land, has the ownership changed agreement been updated? Yes □ No ☑	, if so, has the surface						
Have any wells been drilled in the vicinity of the propo the spacing or siting requirements for this location? Yo							
Has there been any unit or other agreements put in pl permitting or operation of this proposed well? Yes□N							
Have there been any changes to the access route inc of-way, which could affect the proposed location? Yes							
Has the approved source of water for drilling changed	? Yes□No☑						
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑							
s bonding still in place, which covers this proposed well? Yes ☑ No ☐							
Signature Bills	5/11/2009 Date						
Title: Associate Regulatory Affairs Analyst							
Representing: Questar Exploration & Production Co.							

### **CONDITIONS OF APPROVAL**

### QEP Uintah Basin, Inc.

### **Notice of Intent APD Extension**

Lease:

UTU-78029

Well:

CWD 15D-32-8-24

Location:

SWSE Sec 32-T8S-R24E

An extension for the referenced APD is granted with the following conditions:

- 1. The extension and APD shall expire on 3/6/2012.
- 2. No other extension shall be granted.

If you have any other questions concerning this matter, please contact Ryan Angus of this office at (435) 781-4430

STATE OF UTAH  DEPARTMENT OF NATURAL RESOURCES					FORM 9
	1 1	<b>SE DESIGNATION AND SERIAL NUMBER:</b> 78029			
SUND	6. IF 1	NDIAN, ALLOTTEE OR TRIBE NAME:			
	sals to drill new wells, significantly deepe ugged wells, or to drill horizontal laterals.				T or CA AGREEMENT NAME: /ALLEY
1. TYPE OF WELL Gas Well					LL NAME and NUMBER: 15D-32-8-24
2. NAME OF OPERATOR: QUESTAR EXPLORATION & PR	ODUCTION CO				NUMBER: 7395360000
3. ADDRESS OF OPERATOR: 11002 East 17500 South , Ve	rnal, UT, 84078 435 78		PHONE NUMBER: Ext		LD and POOL or WILDCAT: /ALLEY
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0843 FSL 2060 FEL QTR/QTR, SECTION, TOWNSHI	IP RANGE MERIDIAN:			COUN	AH
	Township: 08.0S Range: 24.0E Meridian	n: S		STATE UTAH	
CHE	CK APPROPRIATE BOXES TO INDICA	ATE NA	ATURE OF NOTICE, REPOR	RT, OR OT	THER DATA
TYPE OF SUBMISSION			TYPE OF ACTION		
	☐ ACIDIZE		ALTER CASING		CASING REPAIR
NOTICE OF INTENT Approximate date work will start: 8/18/2010	CHANGE TO PREVIOUS PLANS	_	CHANGE TUBING		CHANGE WELL NAME
0,10,2010	☐ CHANGE WELL STATUS	_	COMMINGLE PRODUCING FORMATIO	ns L	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN		FRACTURE TREAT	L	NEW CONSTRUCTION
	OPERATOR CHANGE	_	PLUG AND ABANDON	L	□ PLUG BACK
SPUD REPORT	PRODUCTION START OR RESUME	_	RECLAMATION OF WELL SITE	L	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION  TUBING REPAIR	_	SIDETRACK TO REPAIR WELL		TEMPORARY ABANDON  WATER DISPOSAL
	WATER SHUTOFF	_	SI TA STATUS EXTENSION		APD EXTENSION
DRILLING REPORT Report Date:					1
	WILDCAT WELL DETERMINATION		OTHER		HER:
Questar Exploration	ompleted operations. Clearly show all point and Production Company house on for the APD on the above	ereby	requests a one year	r	Approved by the Utah Division of il, Gas and Mining
				Date:	August 17, 2009
				By: <u></u>	Jaly III
NAME (PLEASE PRINT) Jan Nelson	<b>PHONE NUMBE</b> 435 781-4331	R	<b>TITLE</b> Permit Agent		
SIGNATURE N/A			<b>DATE</b> 8/17/2009		



### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

### Request for Permit Extension Validation Well Number 43047395360000

**API:** 43047395360000 **Well Name:** CWD 15D-32-8-24

Location: 0843 FSL 2060 FEL QTR SWSE SEC 32 TWNP 080S RNG 240E MER S

Company Permit Issued to: QUESTAR EXPLORATION & PRODUCTION CO

**Date Original Permit Issued:** 8/29/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

ire revision. Following is a checklist of some items related to the application, which should be verified.
<ul> <li>If located on private land, has the ownership changed, if so, has the surface agreement been updated?</li> <li>Yes</li> <li>No</li> </ul>
<ul> <li>Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location?</li> <li>Yes</li> <li>No</li> </ul>
<ul> <li>Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well?</li> <li>Yes</li> <li>No</li> </ul>
<ul> <li>Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No</li> </ul>
• Has the approved source of water for drilling changed? 🔘 Yes 📵 No
<ul> <li>Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation?</li> <li>Yes</li> <li>No</li> </ul>
• Is bonding still in place, which covers this proposed well?   Yes No Utah Division of

**Signature:** Jan Nelson **Date:** 8/17/2009

Title: Permit Agent Representing: QUESTAR EXPLORATION & PRODUCTIO Pabe: August 17, 2009

Bv:

Oil, Gas and Mining

### Division of Oil, Gas and Mining

### OPERATOR CHANGE WORKSHEET

(for state use only)

ROUTING	
CDW	

Change of Operator (Well Sold)				X -	Operator	Name Chan	ge	
The operator of the well(s) listed below has changed, effective:						6/14/2010		,
FROM: (Old Operator): N5085-Questar Exploration and Production Company 1050 17th St, Suite 500 Denver, CO 80265			TO: (New Operator): N3700-QEP Energy Company 1050 17th St, Suite 500 Denver, CO 80265					
Phone: 1 (303) 308-3048				Phone: 1 (303)	308-3048			
CA No.				Unit:		BIG VA	LLEY	
WELL NAME	SEC	TWN	N RNG	API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS
SEE ATTACHED								
OPERATOR CHANGES DOCUMENT Enter date after each listed item is completed 1. (R649-8-10) Sundry or legal documentation was			41	FORMER		6/20/2010		
<ol> <li>(R649-8-10) Sundry or legal documentation wa</li> <li>(R649-8-10) Sundry or legal documentation wa</li> </ol>						6/28/2010		
<ol> <li>The new company was checked on the <b>Depart</b>.</li> </ol>				-		6/28/2010	•	6/24/2010
4a. Is the new operator registered in the State of U		oi Coi		Business Number		764611-0143		6/24/2010
5a. (R649-9-2)Waste Management Plan has been re	ceive	d on:		Requested			-	
5b. Inspections of LA PA state/fee well sites comp				n/a				
5c. Reports current for Production/Disposition & S				ok	_			
6. Federal and Indian Lease Wells: The BL					e merger, na	me change,		
or operator change for all wells listed on Federa	al or l	Indian	leases c	on:	BLM	8/16/2010	BIA	not yet
7. Federal and Indian Units:	•	•						
The BLM or BIA has approved the successor 8. Federal and Indian Communication Ag					:	8/16/2010	•	
			•	•				
The BLM or BIA has approved the operator of 9. Underground Injection Control ("UIC")					<b>5 T</b>	N/A		
Inject, for the enhanced/secondary recovery un	الا ز it/pro	visat fo	r the xx	oproved OIC F		nsier of Author	-	
DATA ENTRY:	ni pre	ղեն 10	i uje wa	atei disposai we	m(s) nstea c	on:	6/29/2010	•
<ol> <li>Changes entered in the Oil and Gas Database</li> </ol>	on:			6/30/2010				
2. Changes have been entered on the <b>Monthly Op</b>		or Cha	inge Sn		<del>_</del>	6/30/2010		
3. Bond information entered in RBDMS on:			-×-8• ≈p	6/30/2010	•	0/30/2010	•	
4. Fee/State wells attached to bond in RBDMS on	:			6/30/2010	- ,			
5. Injection Projects to new operator in RBDMS of	n:			6/30/2010	_			
6. Receipt of Acceptance of Drilling Procedures for	or AF	D/Nev	v on:		- n/a			
BOND VERIFICATION:								
1. Federal well(s) covered by Bond Number:				ESB000024				
2. Indian well(s) covered by Bond Number:				965010693	-			
3a. (R649-3-1) The NEW operator of any state/fe	e wel	l(s) list	ted cove	ered by Bond N	umber	965010695		
3b. The <b>FORMER</b> operator has requested a release	e of li	iability	from th	neir bond on:	n/a			
LEASE INTEREST OWNER NOTIFIC		_			· · · · · · · · · · · · · · · · · · ·	•		
4. (R649-2-10) The <b>NEW</b> operator of the fee wells	has b	een co	ntacted	and informed b	y a letter fr	om the Division		
of their responsibility to notify all interest owner	rs of t	his cha	inge on	•	n/a			
COMMENTS:			_					·

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES

	DIVISION OF OIL, GAS AND N	MINING	5. LEASE DESIGNATION AND SERIAL NUMBER: See attached
SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: See attached		
Do not use this form for proposals to drill drill horizontal	7. UNIT or CA AGREEMENT NAME: See attached		
1 TYPE OF WELL OIL WELL			8. WELL NAME and NUMBER:
2 NAME OF OPERATOR:	D 1 0 0 1 16	700	See attached  9. API NUMBER:
Questar Exploration and I	Production Company // 2	085	Attached
1050 17th Street, Suite 500	Denver STATE CO	PHONE NUMBER: (303) 672-6900	10. FIELD AND POOL, OR WILDCAT: See attached
4. LOCATION OF WELL FOOTAGES AT SURFACE: See a	ttached		COUNTY: Attached
QTR/QTR, SECTION, TOWNSHIP, RAN	NGE, MERIDIAN:		
			STATE: UTAH
11 CHECK APPI	ROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
NOTICE OF INTENT (Submit in Duplicate)	ACIDIZE	DEEPEN	REPERFORATE CURRENT FORMATION
Approximate date work will start:	ALTER CASING	FRACTURE TREAT	SIDETRACK TO REPAIR WELL
6/14/2010	CASING REPAIR  CHANGE TO PREVIOUS PLANS	NEW CONSTRUCTION	TEMPORARILY ABANDON
0/14/2010	CHANGE TUBING	OPERATOR CHANGE	TUBING REPAIR
SUBSEQUENT REPORT	CHANGE WELL NAME	PLUG AND ABANDON PLUG BACK	VENT OR FLARE
(Submit Original Form Only)	CHANGE WELL STATUS		WATER DISPOSAL
Date of work completion:	COMMINGLE PRODUCING FORMATIONS	PRODUCTION (START/RESUME)  RECLAMATION OF WELL SITE	WATER SHUT-OFF
	CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMATION	✓ отнея: Operator Name Change
12 DESCRIBE PROPOSED OR CO	OMPLETED OPERATIONS. Clearly show all	pertinent details including dates, depths, volume	
Effective June 14, 2010 Que change involves only an intemployees will continue to continue to be covered by Federal Bond Number: 96 Utah State Bond Number: Fee Land Bond Number: 79944  The attached document is	uestar Exploration and Production ternal corporate name change at the production be responsible for operations of bond numbers:  05002976 (BLM Reference No. E. 965003033)  05003033  05003033  065003033  065003033  0765003033  0765003033  0765003033  0765003033  0765003033  0765003033  0765003033	on Company changed its name to and no third party change of operar f the properties described on the a	QEP Energy Company. This name tor is involved. The same attached list. All operations will
NAME (PLEASE PRINT) Morgan An	derson And one	TITLE Regulatory Affairs  0/23/2010	Analyst
	V -1 15/18/11/2	DATE 0/23/2010	
This space for State use only)			

(5/2000)

**RECEIVED** 

JUN 2 8 2010

(See Instructions on Reverse Side)

DIV. OF OIL, GAS & MINING

APPROVED 61301 2009
Carlene Russell
Division of Oil, Gas and Mining
Earlene Russell, Engineering Technician

## Questar Exploration Production Company (N5085) to QEP Energy Company (N3700) BIG VALLEY effective June 14, 2010

well_name	sec	twp	rng	api	entity	mineral	type	stat	C
RWS 3ML-9-9-24	09	0905	240F	4304735483	15190	lease Federal	GW	S	
RWS 10ML-6-9-24	06			4304735653	17644	Federal	GW	P	
CWD 4ML-32-8-24	32			4304735684					_
NBZ 4D-30-8-24	30			4304737229	17644	Federal		S	<del> </del>
NBZ 6ML-30-8-24	30			4304737229	16630	Federal	GW	OPS	C
NBZ 8ML-30-8-24	30			4304737231	16810	Federal	GW	OPS	C
NBZ 10ML-30-8-24	30			4304737231	17644	Federal	GW	P	
NBZ 12D-30-8-24	30			4304737232	16695	Federal	GW	OPS	<u>C</u>
NBZ 14ML-30-8-24	30			4304737233	16631	Federal	GW	OPS	C
NBZ 6D-31-8-24	31				16696	Federal	GW	OPS	С
NBZ 4D-31-8-24				4304737235	16611	Federal	GW	OPS	C
NBZ 13ML-29-8-24	31			4304737236	16576	Federal	GW	OPS	C
NBZ 8D-31-8-24	29			4304737237	17644	Federal	GW	P	
NBZ 2ML-31-8-24	31			4304737238	17644	Federal	GW	P	
NBZ 11D-29-8-24	31			4304737239	17098	Federal	GW	OPS	C
NBZ 5D-29-8-24	29			4304737240	16612	Federal	GW	OPS	C
NBZ 9D-29-8-24	29			4304737241	16632	Federal	GW	OPS	C
The second secon	29			4304737244	15677	Federal	GW	OPS	C
NBZ 15ML-29-8-24 CWD 3D-32-8-24				4304737246	16697	Federal	GW	OPS	С
The state of the s				4304737274	16923	Federal	GW	OPS	C
CWD 14ML-32-8-24				4304737277	17644	Federal	GW	P	
CWD 16D-32-8-24				4304737278	17644	Federal	GW	P	
RWS 2ML-5-9-24				4304737306	17644	Federal	GW	P	
RWS 8D-5-9-24				4304737307	16614	Federal	GW	OPS	C
RWS 10ML-5-9-24				4304737308	17644	Federal	GW	S	
RWS 12ML-5-9-24				4304737309	17644	Federal	GW	P	
RWS 14D-5-9-24				4304737310	17644	Federal	GW	P	
RWS 16ML-5-9-24				4304737311	16698	Federal	GW	OPS	C
RWS 12ML-6-9-24				4304737312	17644	Federal	GW	P	
RWS 16ML-6-9-24				4304737335	17644	Federal	GW	P	
CWD 10D-32-8-24				4304737347	17644	Federal	GW	P	
RWS 6D-5-9-24				4304737350	17644	Federal	GW	P	
RWS 4ML-5-9-24				4304737351	17644	Federal	GW	P	
RWS 8D-6-9-24				4304737352	17644	Federal	GW	P	
RWS 2D-6-9-24				4304737411	17272	Federal	GW	OPS	C
RWS 4ML-6-9-24				4304737412	17644	Federal	GW	S	
RWS 6D-6-9-24				4304737413	17644	Federal	GW	P	
RWS 14D-6-9-24	06	090S	240E	4304737414	17644	Federal	GW	P	
RWS 5ML-9-9-24	09	090S	240E	4304738645	17273	Federal	GW	OPS	С
RWS 12ML-9-9-24	09	090S	240E	4304738646	17274			OPS	C
NBZ 16D-31-8-24				4304739435			GW	APD	C
NBZ 10D-31-8-24				4304739456			GW	APD	C
NBZ 12D-31-8-24	31	080S	240E	4304739457				APD	C
NBZ 14D-31-8-24	31	080S	240E	4304739458				APD	C
CWD 13D-32-8-24	32	080S	240E 4	4304739464				APD	C
RWS 7D-6-9-24	06	090S	240E	4304739494				APD	C
RWS 13D-6-9-24				4304739495				APD	C
RWS 11D-6-9-24				4304739496				APD	C
RWS 9D-6-9-24				4304739497				APD	C
RWS 3D-6-9-24				4304739498				APD	C
RWS 15D-6-9-24				4304739500	<del>                                     </del>			APD	C

Bonds: BLM = ESB000024 BIA = 956010693 State = 965010695

## Questar Exploration Production Company (N5085) to QEP Energy Company (N3700) BIG VALLEY effective June 14, 2010

well_name	sec	twp	rng	api	entity	mineral	type	stat	C
						lease	71		
RWS 5D-6-9-24	06	090S	240E	4304739501		Federal	GW	APD	C
RWS 7D-5-9-24	05	090S	240E	4304739502		Federal		APD	C
RWS 11D-5-9-24	05	090S	240E	4304739503		Federal		APD	C
RWS 9D-5-9-24	05	090S	240E	4304739504		Federal		APD	C
RWS 13D-5-9-24	05	090S	240E	4304739505		Federal	<del></del>	APD	C
RWS 15D-5-9-24	05			4304739506		Federal		APD	C
RWS 3D-5-9-24	05	090S	240E	4304739507		Federal		APD	C
RWS 1D-5-9-24	05			4304739508		Federal	GW	APD	C
NBZ 5D-31-8-24	31			4304739511		Federal		APD	C
CWD 11D-32-8-24	32			4304739535		Federal	GW	APD	C
CWD 15D-32-8-24	32	080S	240E	4304739536		Federal	GW	APD	C
RWS 5D-5-9-24	05			4304739673		Federal	GW	APD	C
RWS 1D-6-9-24	06			4304739674		Federal	GW	APD	C
NBZ 3D-31-8-24	31			4304739675		Federal		APD	C
NBZ 16D-30-8-24	30			4304740355		Federal	GW	APD	C
NBZ 15D-30-8-24	30			4304740356		Federal	GW	APD	C
CWD 6D-32-8-24	32			4304740357		Federal	GW	APD	$\frac{c}{c}$
CWD 2D-32-8-24	32			4304740358		Federal	GW	APD	C
CWD 5D-32-8-24	32			4304740359		Federal		APD	C
NBZ 10D-29-8-24	29			4304740360		Federal	GW	APD	C
NBZ 8D-29-8-24	29			4304740361	****	Federal	GW	APD	C
NBZ 14D-29-8-24	29			4304740362		Federal		APD	C
NBZ 16D-29-8-24	29			4304740363		Federal	GW	APD	C
NBZ 12D-29-8-24	29			4304740364			GW	APD	C
NBZ 13D-30-8-24	30			4304740365				APD	C
RWS 4D-9-9-24	09			4304740470		Federal		APD	C
NBZ 9D-30-8-24	30			4304740471				APD	C
NBZ 11D-30-8-24	30			4304740472		Federal		APD	C
NBZ 7D-30-8-24	30			4304740473				APD	C
NBZ 2D-29-8-24	29			4304740476		Federal		APD	C
CWD 7D-32-8-24	32			4304740477				APD	C
CWD 9D-32-8-24	32			4304740478				APD	C
RWS 6D-9-9-24				4304740479				APD	C
RWS 13D-9-9-24	09			4304740480				APD	C
NBZ 6D-29-8-24	29			4304740483		Federal		APD	C
NBZ 1D-30-8-24				4304740484				APD APD	C
NBZ 2D-30-8-24				4304740485		Federal		APD APD	C
NBZ 3D-30-8-24				4304740486				APD APD	C

Bonds: BLM = ESB000024 BIA = 956010693 State = 965010695



## **United States Department of the Interior**



### BUREAU OF LAND MANAGEMENT Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155 http://www.blm.gov/ut/st/en.html

IN REPLY REFER TO: 3100 (UT-922)

JUL 2 8 2010

Memorandum

To:

Vernal Field Office, Price Field Office, Moab Field Office Roja L Bankert

From:

Chief, Branch of Minerals

Subject:

Name Change Recognized

Attached is a copy of the Certificate of Name Change issued by the Texas Secretary of State and a decision letter recognizing the name change from the Eastern States Office. We have updated our records to reflect the name change in the attached list of leases.

The name change from Questar Exploration and Production Company into QEP Energy Company is effective June 8, 2010.

cc:

**MMS UDOGM** 

AUG 16 20:0

DIV. OF OIL, GAS a mine

	STATE OF UTAH			FORM 9			
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING				5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-78029			
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:						
Do not use this form for proposition bottom-hole depth, reenter plu DRILL form for such proposals.	sals to drill new wells, significantly deeper gged wells, or to drill horizontal laterals.	en existing . Use APPI	g wells below current LICATION FOR PERMIT TO	7.UNIT or CA AGREEMENT NAME: BIG VALLEY			
1. TYPE OF WELL Gas Well				8. WELL NAME and NUMBER: CWD 15D-32-8-24			
2. NAME OF OPERATOR: QEP ENERGY COMPANY				9. API NUMBER: 43047395360000			
3. ADDRESS OF OPERATOR: 11002 East 17500 South , Ver		HONE NUM 3-3068 Ex		9. FIELD and POOL or WILDCAT: BIG VALLEY			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0843 FSL 2060 FEL				COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SWSE Section: 32	P, RANGE, MERIDIAN: Township: 08.0S Range: 24.0E Meridian:	n: S		STATE: UTAH			
11. CHE	CK APPROPRIATE BOXES TO INDICA	ATE NAT	TURE OF NOTICE, REPORT,	OR OTHER DATA			
TYPE OF SUBMISSION			TYPE OF ACTION				
	☐ ACIDIZE	☐ ALT	TER CASING	CASING REPAIR			
NOTICE OF INTENT Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	□ сна	ANGE TUBING	CHANGE WELL NAME			
8/29/2011	☐ CHANGE WELL STATUS	□ сом	MMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE			
SUBSEQUENT REPORT	☐ DEEPEN	☐ FRA	ACTURE TREAT	☐ NEW CONSTRUCTION			
Date of Work Completion:	OPERATOR CHANGE	☐ PLU	JG AND ABANDON	☐ PLUG BACK			
	☐ PRODUCTION START OR RESUME	REC	CLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION			
SPUD REPORT Date of Spud:	☐ REPERFORATE CURRENT FORMATION	SID	DETRACK TO REPAIR WELL	TEMPORARY ABANDON			
	☐ TUBING REPAIR	U VEN	NT OR FLARE	WATER DISPOSAL			
☐ DRILLING REPORT	☐ WATER SHUTOFF	☐ sī t	TA STATUS EXTENSION	✓ APD EXTENSION			
Report Date:	☐ WILDCAT WELL DETERMINATION	□ отн	HER	OTHER:			
12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all pe	ertinent d	letails including dates, depths, v	volumes, etc.			
	ny hereby requests a one yea	ar exte					
	the above captioned we	ell.		Approved by the			
				Utah Division of			
				Oil, Gas and Mining			
			D	<b>ate:</b> August 31, 2010			
				00 m on 1			
			В	y: Doday Jak			
				7/3			
NAME (PLEASE PRINT) Jan Nelson	<b>PHONE NUMBER</b> 435 781-4331		TTLE Permit Agent				
SIGNATURE N/A			DATE 8/24/2010				



### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

### Request for Permit Extension Validation Well Number 43047395360000

**API:** 43047395360000 **Well Name:** CWD 15D-32-8-24

Location: 0843 FSL 2060 FEL QTR SWSE SEC 32 TWNP 080S RNG 240E MER S

Company Permit Issued to: QEP ENERGY COMPANY

Date Original Permit Issued: 8/29/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

 If located on private land, has the ownership changed, if so, has the surface agreement been updated? Tes In No . Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? 
Yes 
No Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? 
Yes 
No · Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? 📄 Yes 📵 No Has the approved source of water for drilling changed? Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? (a) Yes (a) No Approved by the Is bonding still in place, which covers this proposed well? Yes 🥽 No Utah Division of Oil, Gas and Mining

**Signature:** Jan Nelson **Date:** 8/24/2010

Title: Permit Agent Representing: QEP ENERGY COMPANY

Date: August 31, 2010

**RECEIVED** August 24, 2010

Sundry Number: 17830 API Well Number: 43047395360000

	STATE OF UTAH DEPARTMENT OF NATURAL RESOUR	CES	FORM 9
DIVISION OF OIL, GAS, AND MINING			<b>5.LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-78029
SUND	RY NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for propo bottom-hole depth, reenter plu DRILL form for such proposals	sals to drill new wells, significantly deepe ugged wells, or to drill horizontal laterals.	n existing wells below current Use APPLICATION FOR PERMIT TO	7.UNIT or CA AGREEMENT NAME: BIG VALLEY
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: CWD 15D-32-8-24
2. NAME OF OPERATOR: QEP ENERGY COMPANY			<b>9. API NUMBER:</b> 43047395360000
3. ADDRESS OF OPERATOR: 11002 East 17500 South , Ve		ONE NUMBER: -3068 Ext	9. FIELD and POOL or WILDCAT: BIG VALLEY
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0843 FSL 2060 FEL QTR/QTR, SECTION, TOWNSHI	ID PANGE MEDIDIAN.		COUNTY: UINTAH
	Township: 08.0S Range: 24.0E Meridian	: S	STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDICA	ATE NATURE OF NOTICE, REPOR	T, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	☐ ACIDIZE	☐ ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start: 8/29/2012	☐ CHANGE TO PREVIOUS PLANS	CHANGE TUBING	☐ CHANGE WELL NAME
0/29/2012	☐ CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	S CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
·	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	☐ TUBING REPAIR	☐ VENT OR FLARE	☐ WATER DISPOSAL
DRILLING REPORT Report Date:	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION
·	☐ WILDCAT WELL DETERMINATION	OTHER	OTHER:
QEP ENERGY COMPAI	OMPLETED OPERATIONS. Clearly show all po NY HEREBY REQUESTS A ONI PD ON THE ABOVE CAPTIONI	E YEAR EXTENSION FOR T ED WELL.	
			L social V
			By: Troa Africa
NAME (PLEASE PRINT) Valyn Davis	<b>PHONE NUMBE</b> 435 781-4369	R TITLE Regulatory Affairs Analyst	
SIGNATURE N/A		<b>DATE</b> 8/25/2011	

Sundry Number: 17830 API Well Number: 43047395360000



### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

### Request for Permit Extension Validation Well Number 43047395360000

**API:** 43047395360000 **Well Name:** CWD 15D-32-8-24

Location: 0843 FSL 2060 FEL QTR SWSE SEC 32 TWNP 080S RNG 240E MER S

Company Permit Issued to: QEP ENERGY COMPANY

**Date Original Permit Issued:** 8/29/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

• If located on private land, has the ownership changed, if so, has the surface agreement been updated?   Yes  No
<ul> <li>Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location?</li> <li>Yes</li> <li>No</li> </ul>
<ul> <li>Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well?</li> <li>Yes</li> <li>No</li> </ul>
<ul> <li>Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location?</li> <li>Yes </li> <li>No</li> </ul>
• Has the approved source of water for drilling changed? 🔵 Yes 🌘 No
<ul> <li>Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation?</li> <li>Yes</li> <li>No</li> </ul>
• Is bonding still in place, which covers this proposed well?   Yes   No

Signature: Valyn Davis Date: 8/25/2011

Title: Regulatory Affairs Analyst Representing: QEP ENERGY COMPANY

Sundry Number: 29298 API Well Number: 43047395360000

STATE OF UTAH	FORM 9			
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING  5.LEASE DESIGNATION AND SE UTU-78029	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-78029			
SUNDRY NOTICES AND REPORTS ON WELLS  6. IF INDIAN, ALLOTTEE OR TR	IBE NAME:			
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION BIG VALLEY  7.UNIT or CA AGREEMENT NAMBER OF PERMIT TO DRILL form for such proposals.	7.UNIT or CA AGREEMENT NAME: BIG VALLEY			
1. TYPE OF WELL Gas Well  8. WELL NAME and NUMBER: CWD 15D-32-8-24				
2. NAME OF OPERATOR: QEP ENERGY COMPANY  9. API NUMBER: 43047395360000				
3. ADDRESS OF OPERATOR: PHONE NUMBER: 9. FIELD and POOL or WILDCA' 11002 East 17500 South, Vernal, Ut, 84078 303 308-3068 Ext BIG VALLEY	9. FIELD and POOL or WILDCAT: BIG VALLEY			
4. LOCATION OF WELL FOOTAGES AT SURFACE: UINTAH				
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: SWSE Section: 32 Township: 08.0S Range: 24.0E Meridian: S  UTAH				
CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA				
TYPE OF SUBMISSION TYPE OF ACTION				
ACIDIZE	he of ning			
NAME (PLEASE PRINT)  PHONE NUMBER  TITLE  PROVIDENCE AND LINE  TO THE PROVIDENCE AND LINE  PROVIDENCE AND LINE  TO THE PROVIDENCE AND LINE  TO				
Valyn Davis 435 781-4369 Regulatory Affairs Analyst  SIGNATURE DATE				

Sundry Number: 29298 API Well Number: 43047395360000



### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

### Request for Permit Extension Validation Well Number 43047395360000

API: 43047395360000 Well Name: CWD 15D-32-8-24

Location: 0843 FSL 2060 FEL QTR SWSE SEC 32 TWNP 080S RNG 240E MER S

Company Permit Issued to: QEP ENERGY COMPANY

Date Original Permit Issued: 8/29/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

• If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes  No	
<ul> <li>Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location?</li> <li>Yes</li> <li>No</li> </ul>	
• Has there been any unit or other agreements put in place that could affect the permitting or operation of the proposed well? ( Yes ( No	is
• Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? ( Yes ( No	ıе
• Has the approved source of water for drilling changed?   Yes   No	
<ul> <li>Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation?</li> <li>Yes</li> <li>No</li> </ul>	
• Is bonding still in place, which covers this proposed well?   Yes   No	
nature: Valyn Davis Date: 8/28/2012	

Sig

Title: Regulatory Affairs Analyst Representing: QEP ENERGY COMPANY



Lieutenant Governor

#### DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

October 29, 2013

**QEP Energy Company** 11002 East 17500 South Vernal, UT 84078

APDs Rescinded for QEP Energy Company, Uintah County Re:

Ladies and Gentlemen:

Enclosed find the list of APDs that is being rescinded. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective October 29, 2013.

A new APD must be filed with this office for approval prior to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

ane Il lasor

Environmental Scientist

Well File cc:

Bureau of Land Management, Vernal



43-047-39588	FR 5P-20-14-20
43-047-39589	FR 9P-21-14-20
43-047-39590	FR 13P-21-14-20
43-047-39535	CWD 11D-32-8-24
<del></del>	CWD 15D-32-8-24